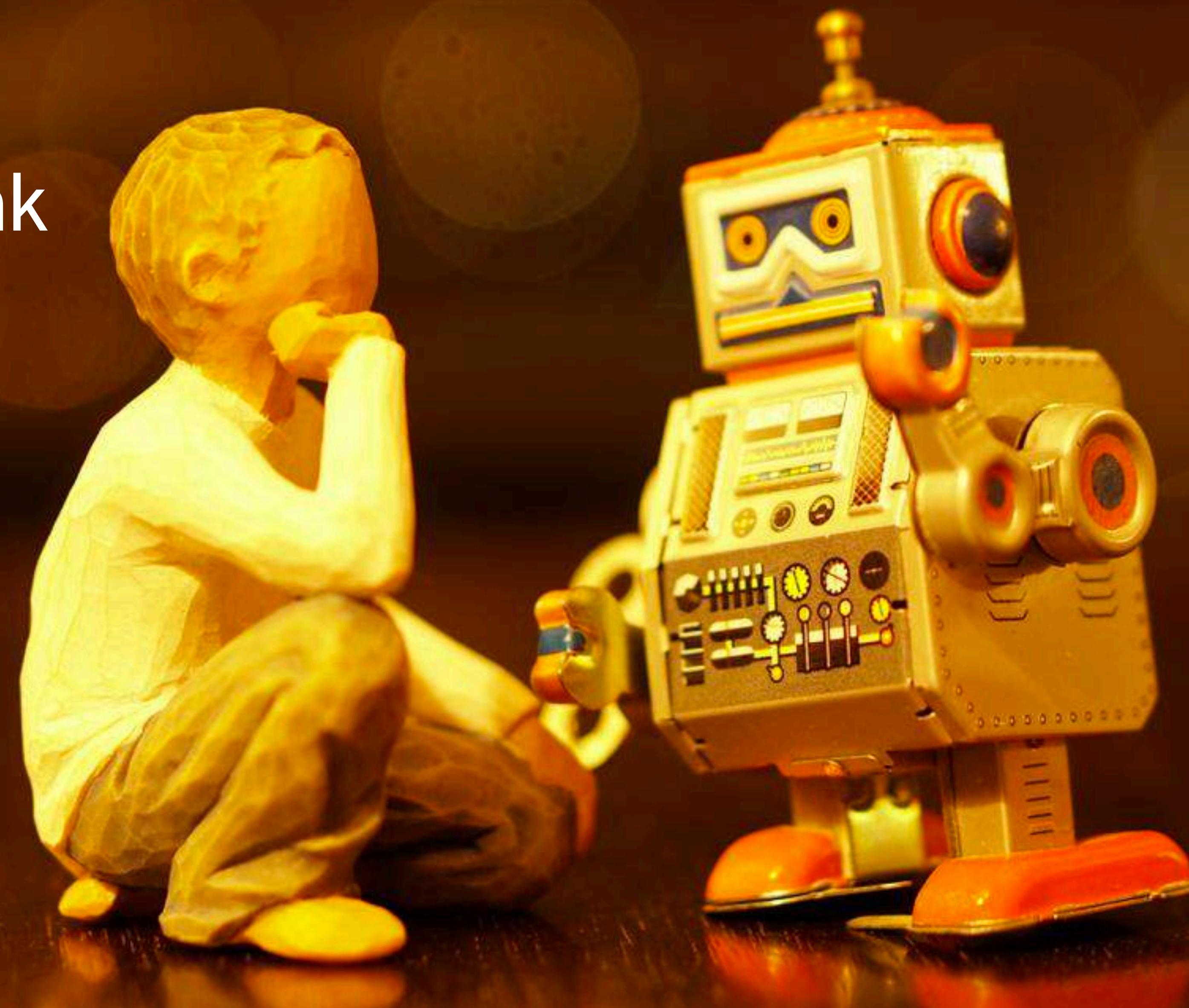


# The complexity of skills and the future of work

Morgan R. Frank





Brad Wilson 1 minute ago

We will soon have too many people.

REPLY



0Turbox 1 minute ago

Who sheds a tear about these jobs?

REPLY



feeblezak 3 minutes ago

Time for warehouse workers to unionise.

REPLY



BaikΦ 3 minutes ago

bye bye humans in jobs...

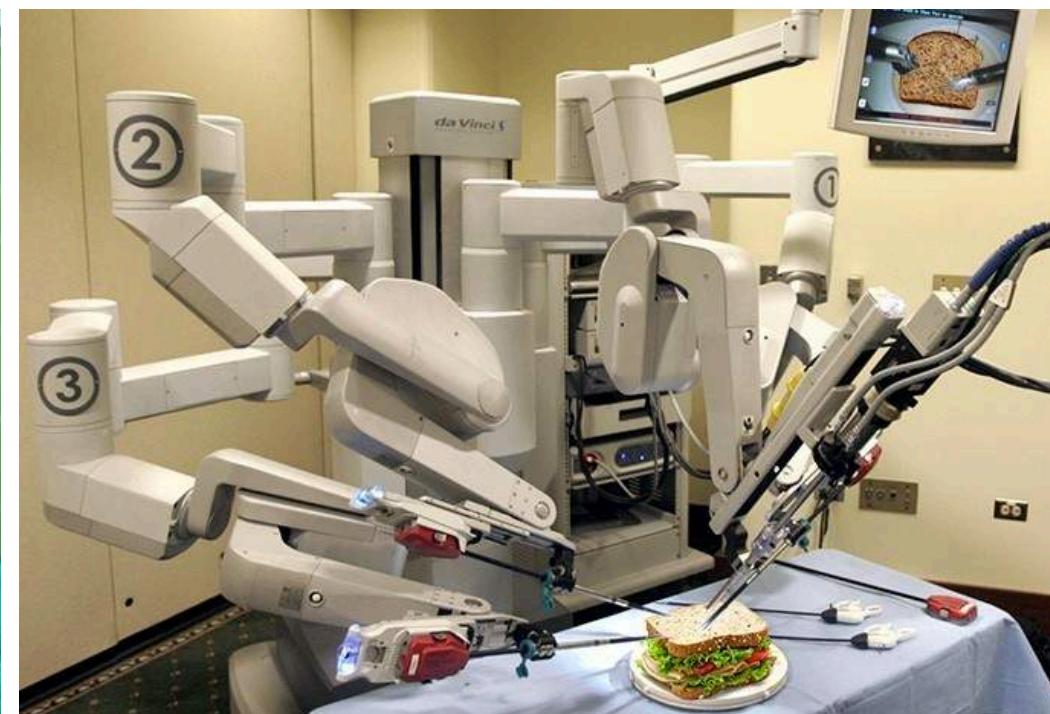
REPLY

A woman is dancing in a dark room. She is wearing a light-colored, form-fitting outfit. Her arms are raised, and she is in a dynamic pose. Red hanging decorations are visible in the background.

# Source Subject

\*Challenging due to missed detections

# Skill biased technological change



Surgeons & Robotics

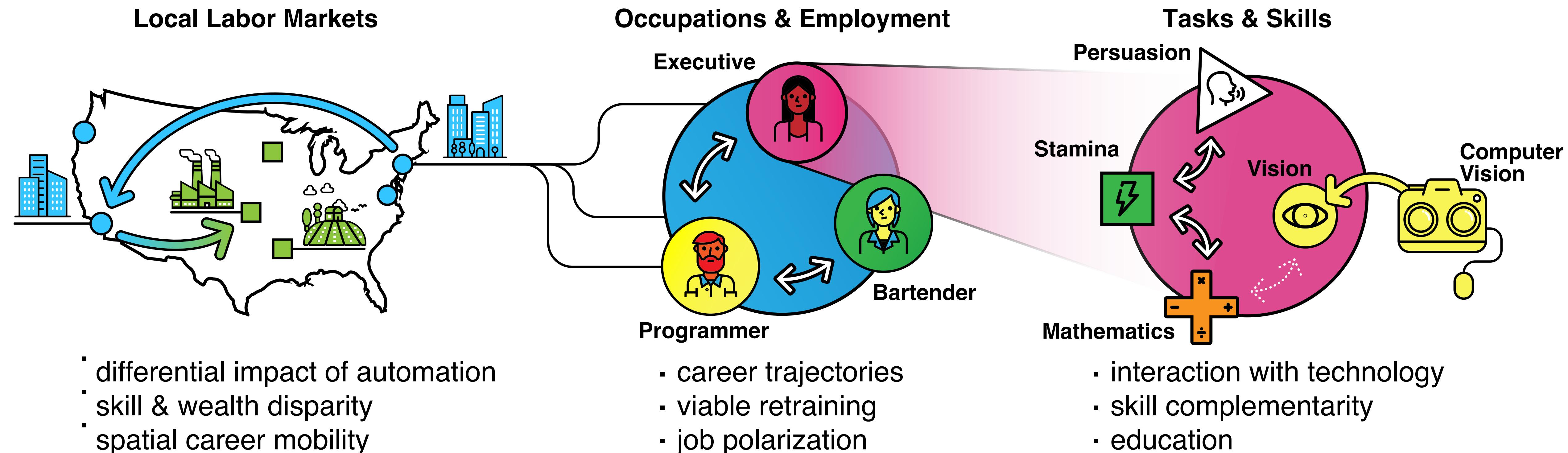


Engineers & Drones



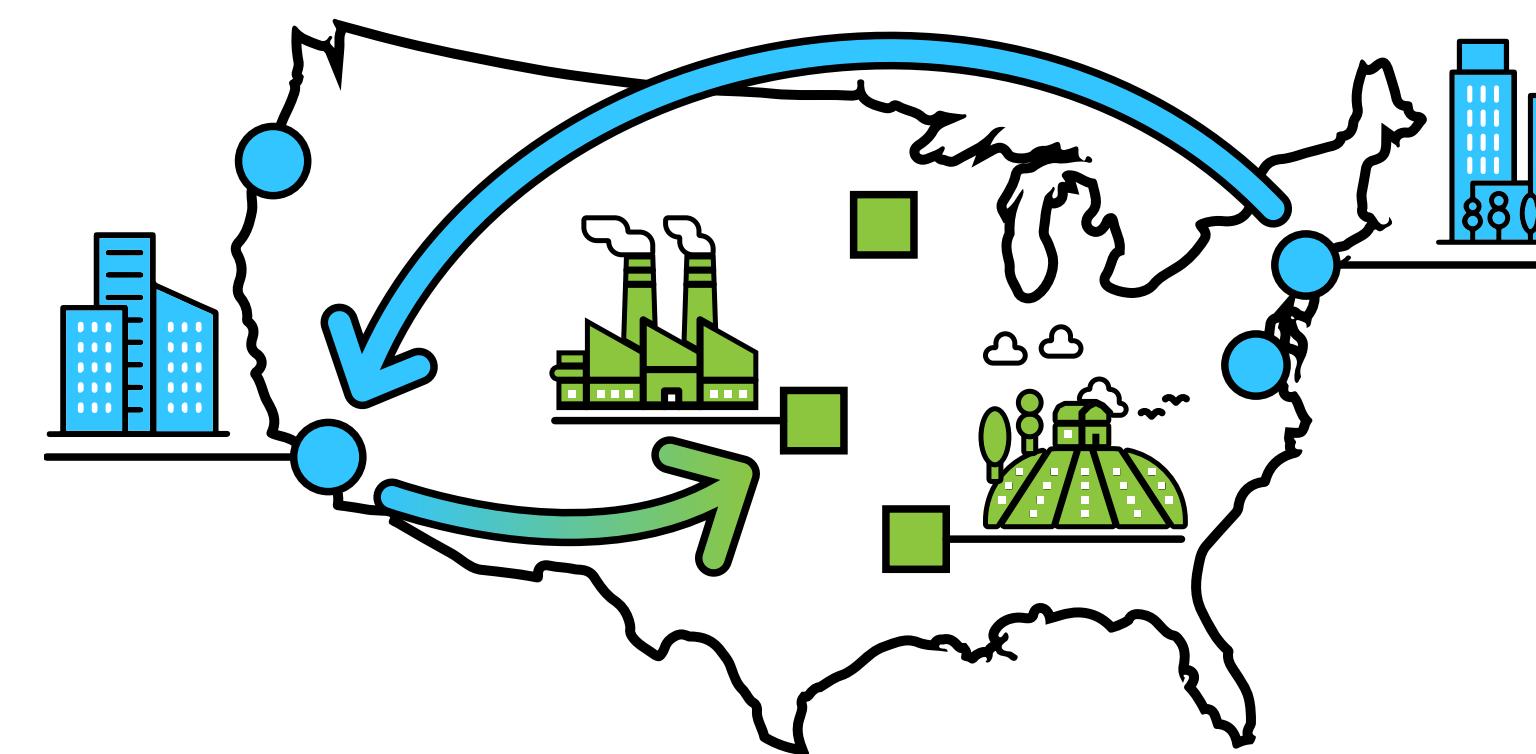
Bank Tellers & ATMs

# A framework for skills, labor, and cities

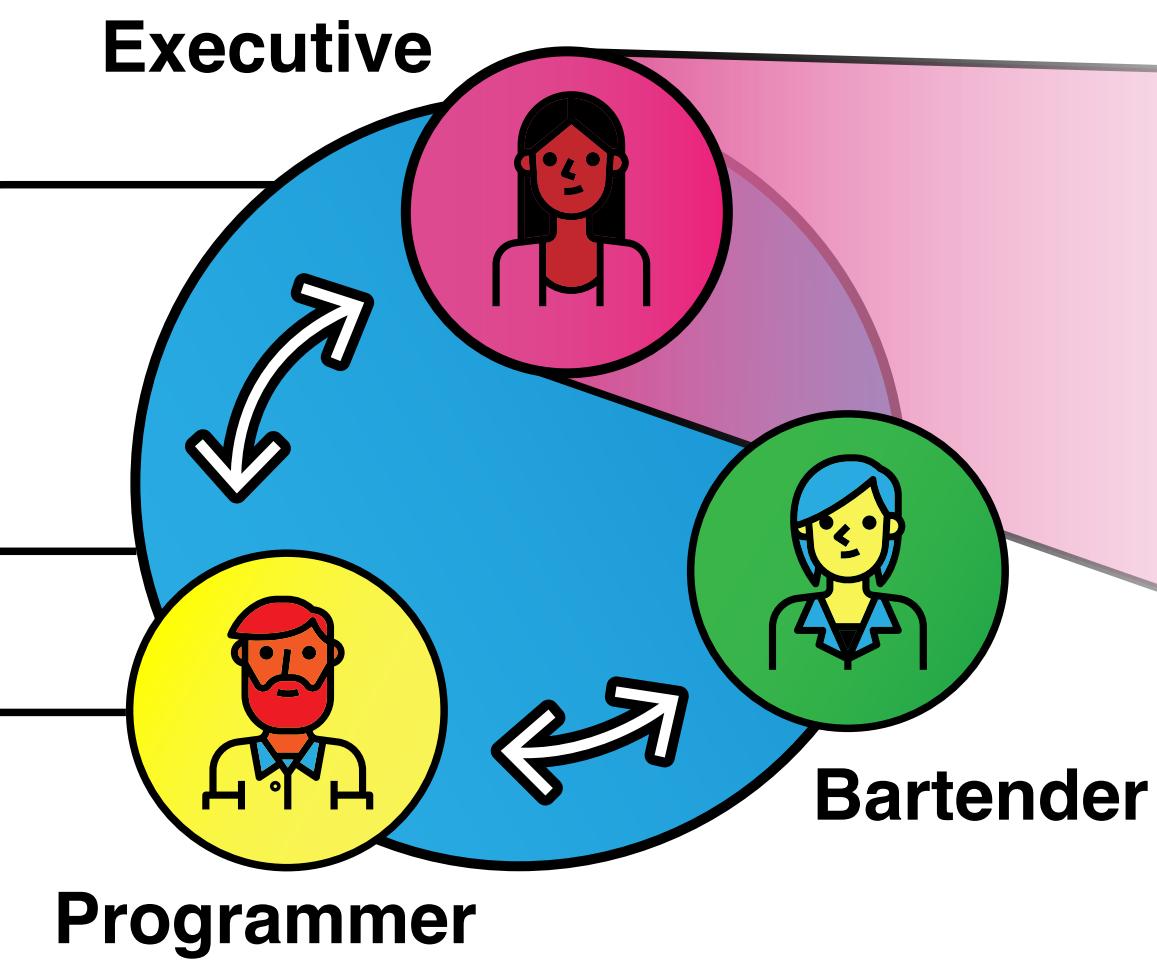


Frank et al., PNAS (2019)

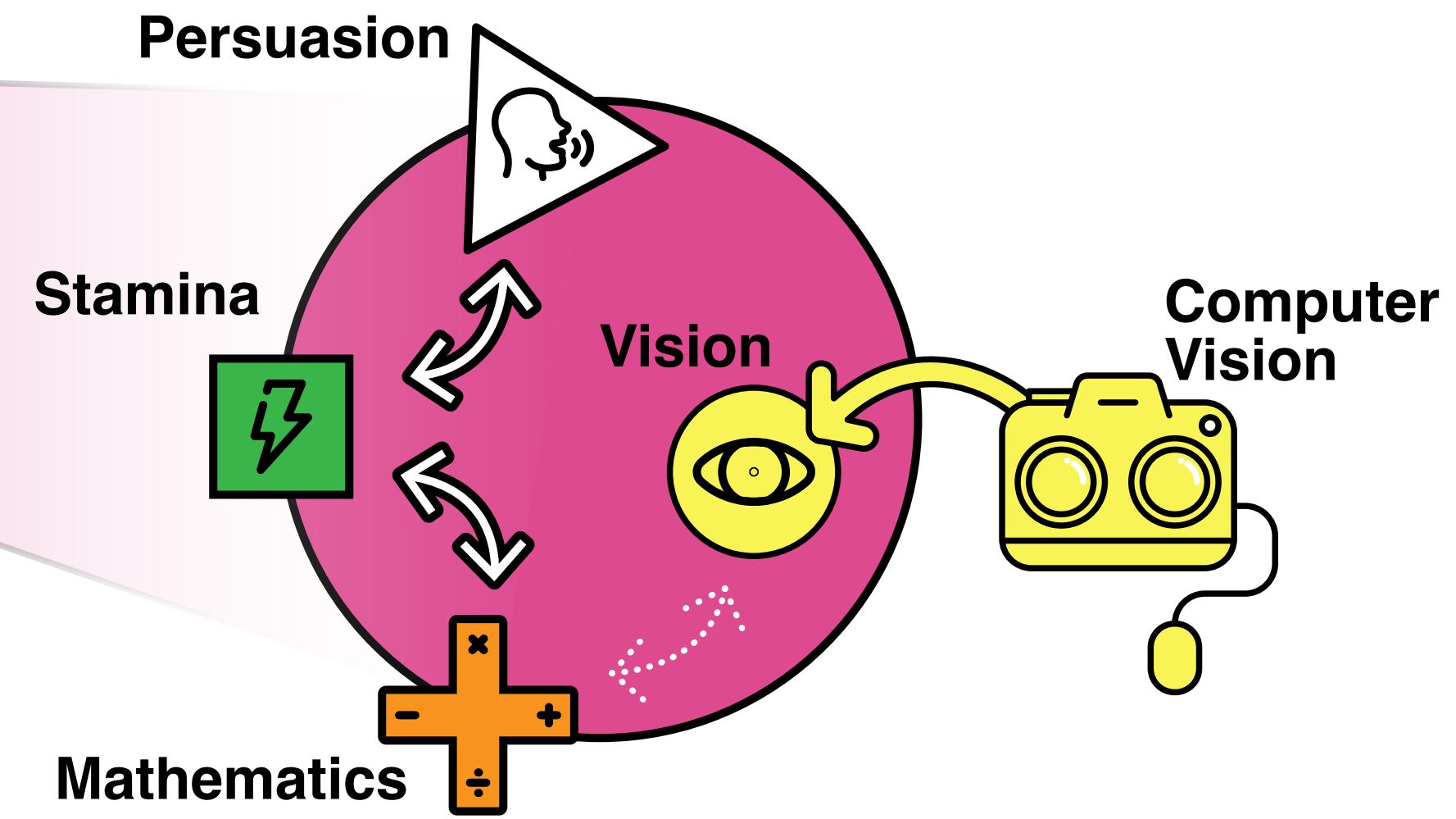
## Local Labor Markets



## Occupations & Employment



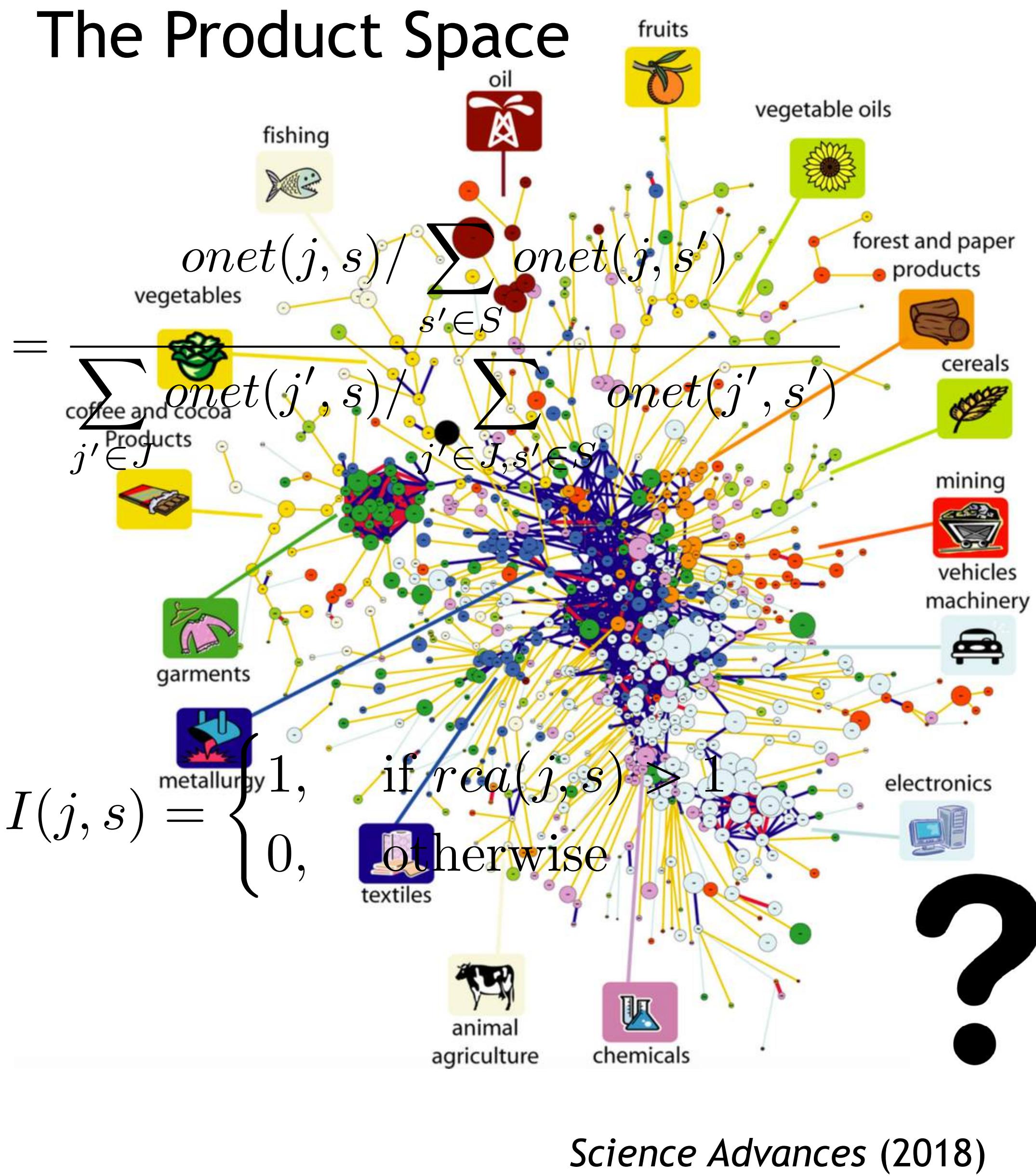
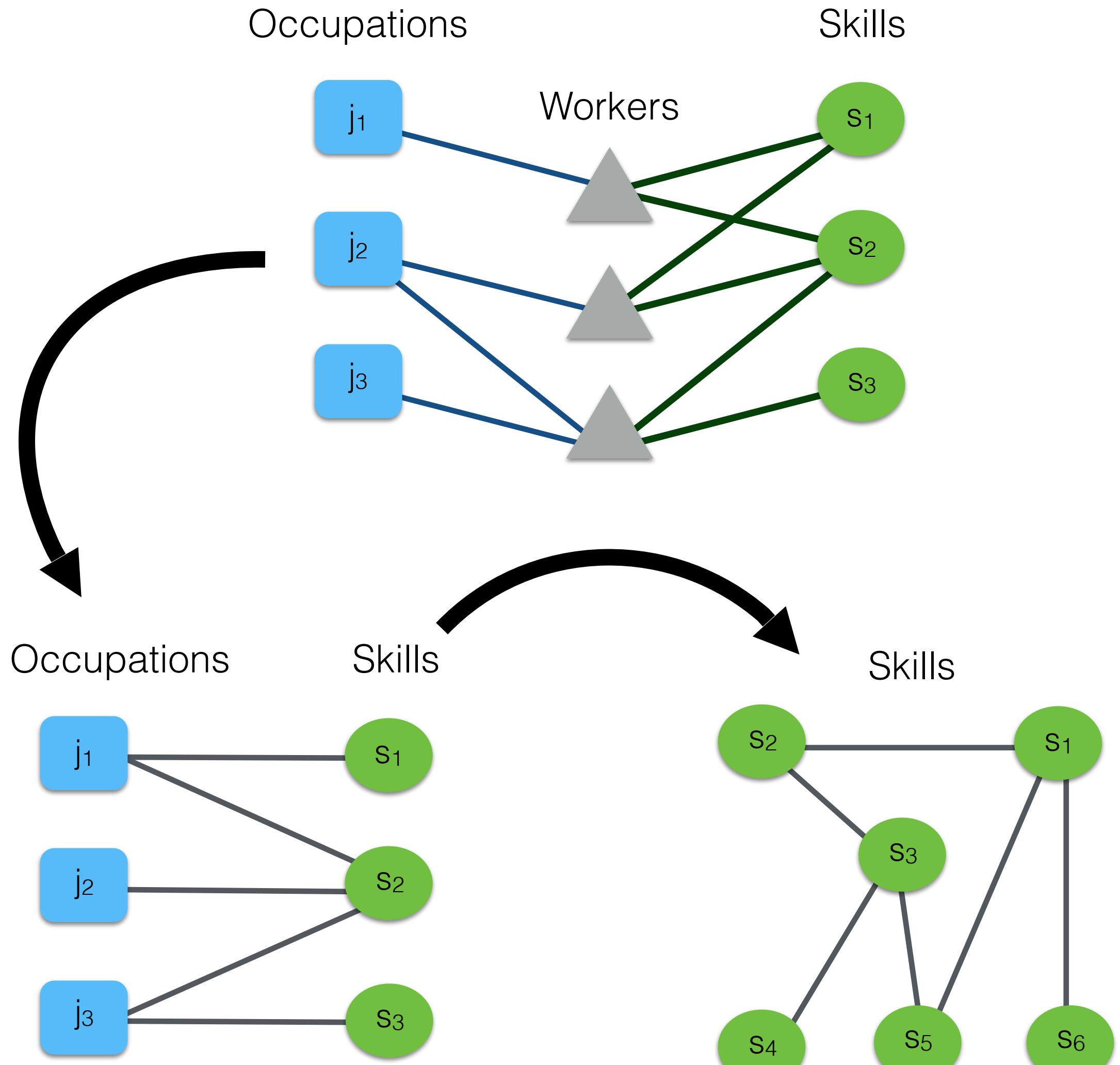
## Tasks & Skills



The complexity of skills and  
the future of work

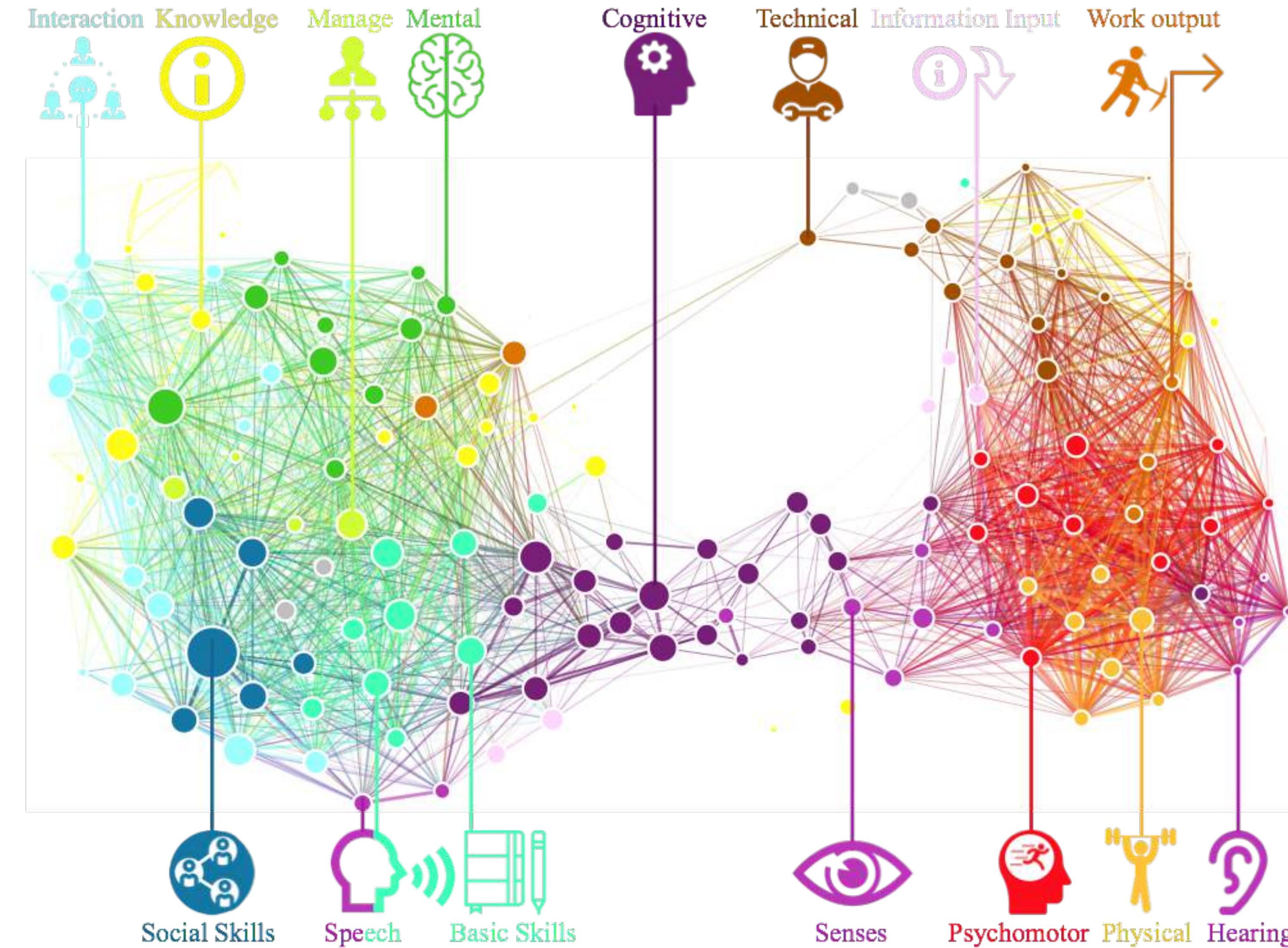
Morgan R. Frank

# The structure of workplace skills



Science Advances (2018)

# Unpacking the polarization of workplace skills

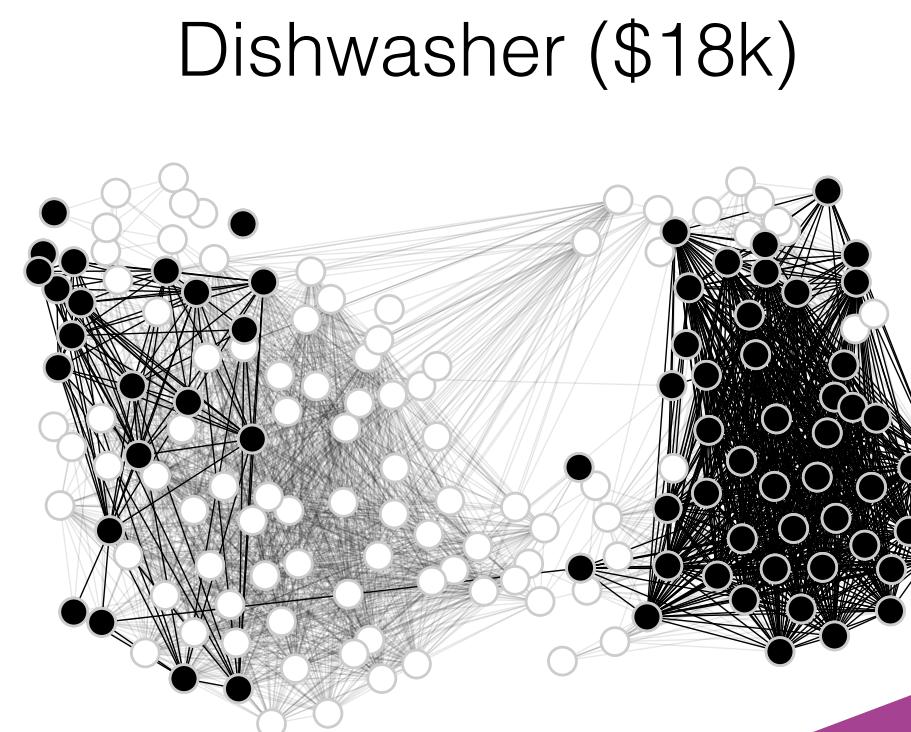


Science Advances (2018)

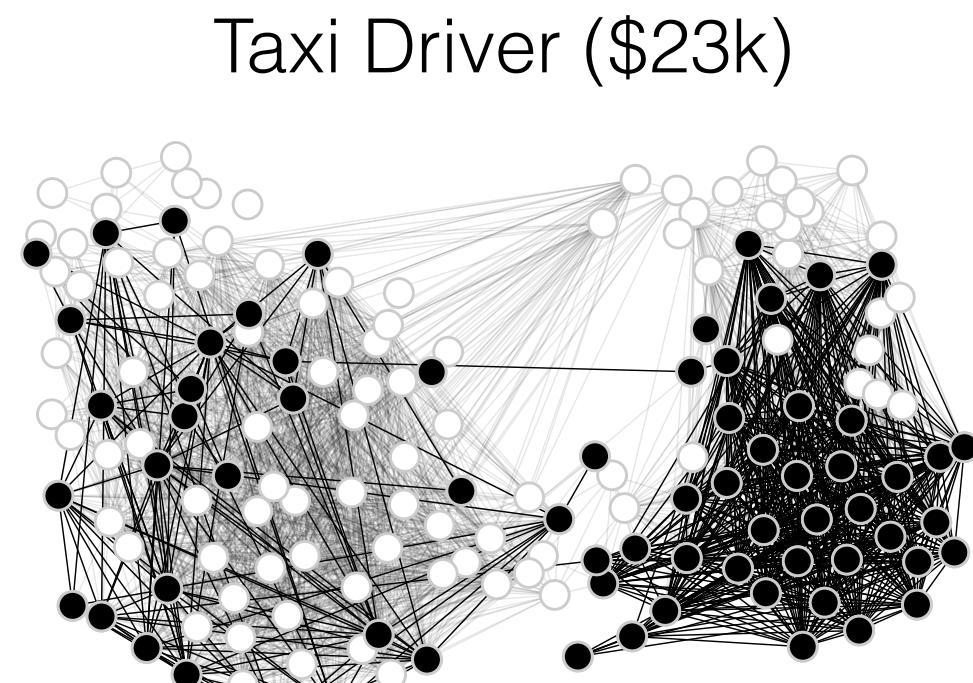
The complexity of skills and  
the future of work

Morgan R. Frank

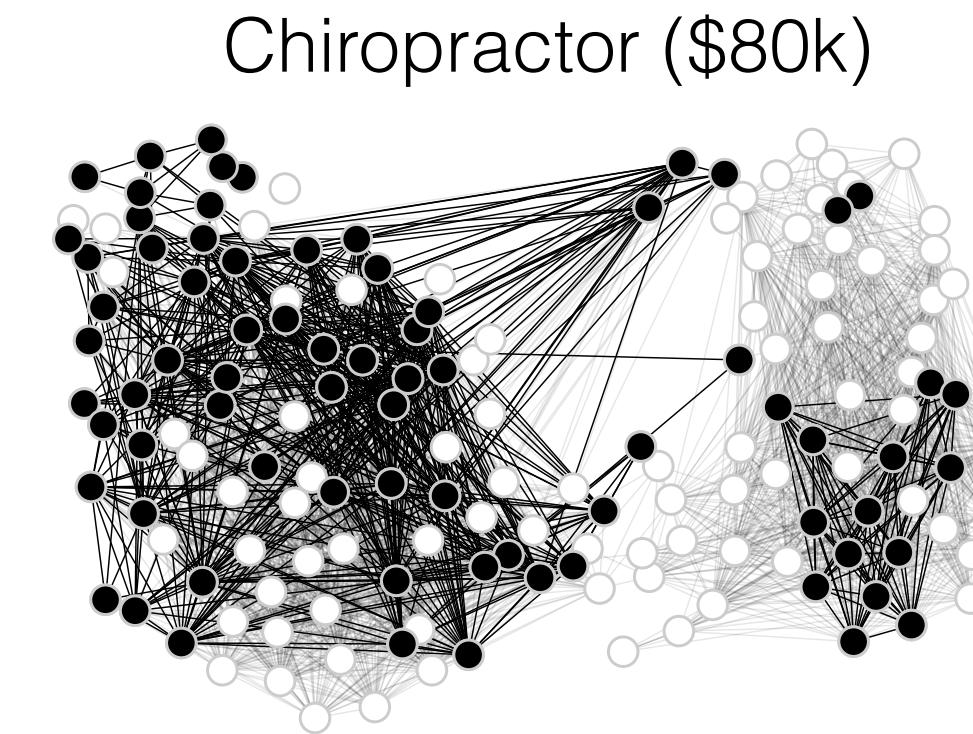
# Skill polarization explains occupational polarization



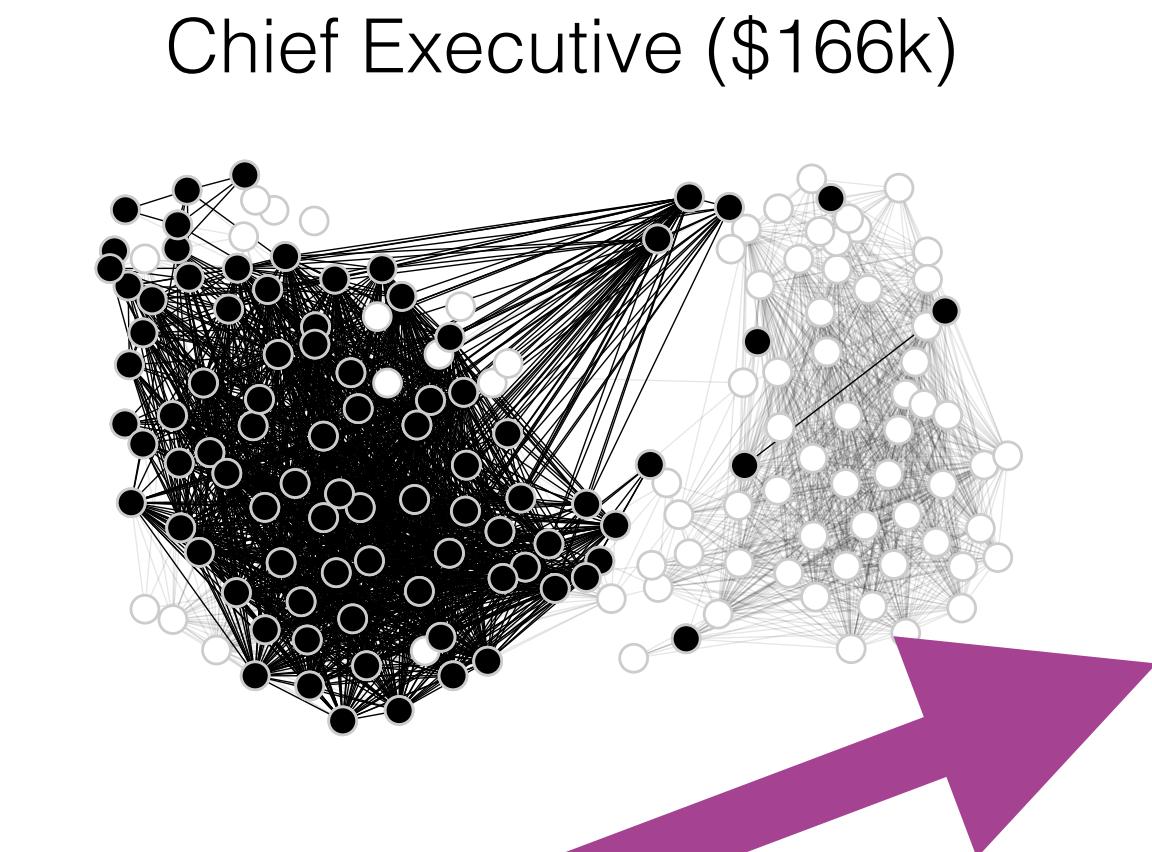
Dishwasher (\$18k)



Taxi Driver (\$23k)



Chiropractor (\$80k)



Chief Executive (\$166k)

Increasing annual wages

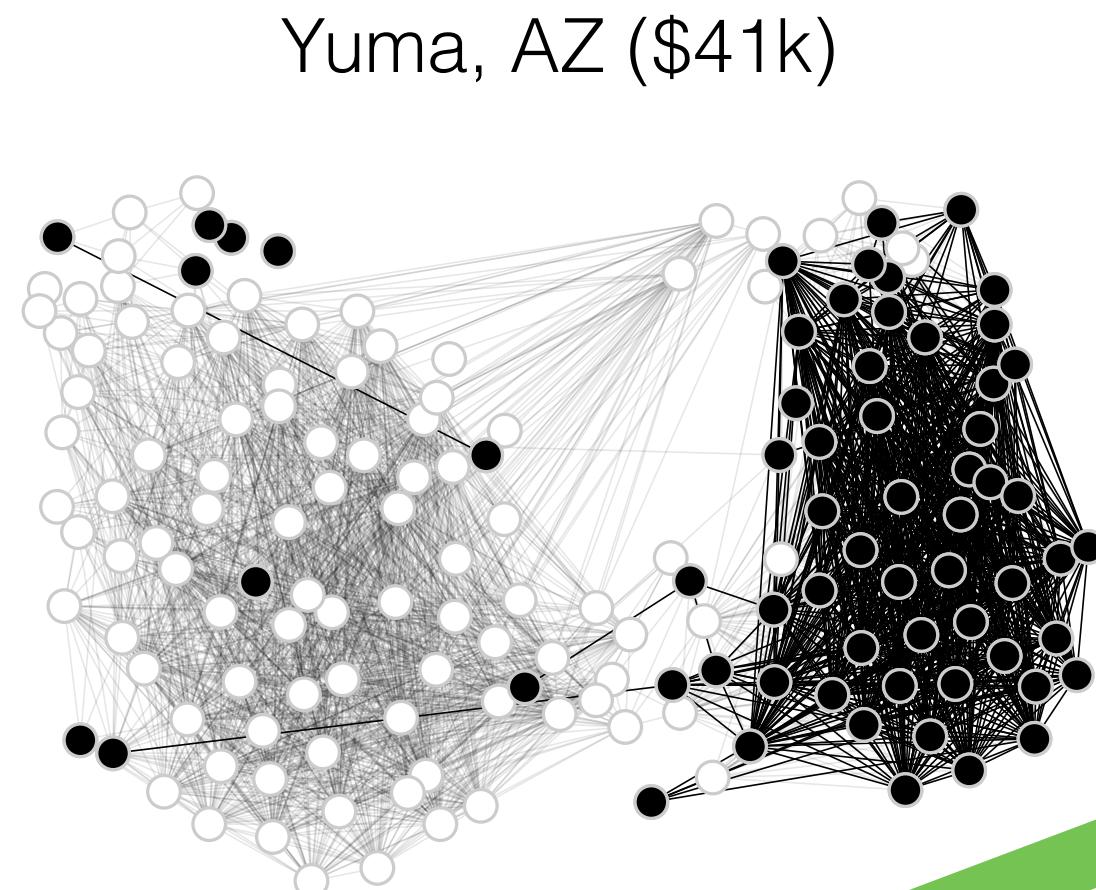
$$cognitive_j = \frac{\sum_{s \in C} onet(j, s)}{\sum_{s \in S} onet(j, s)}$$

Science Advances (2018)

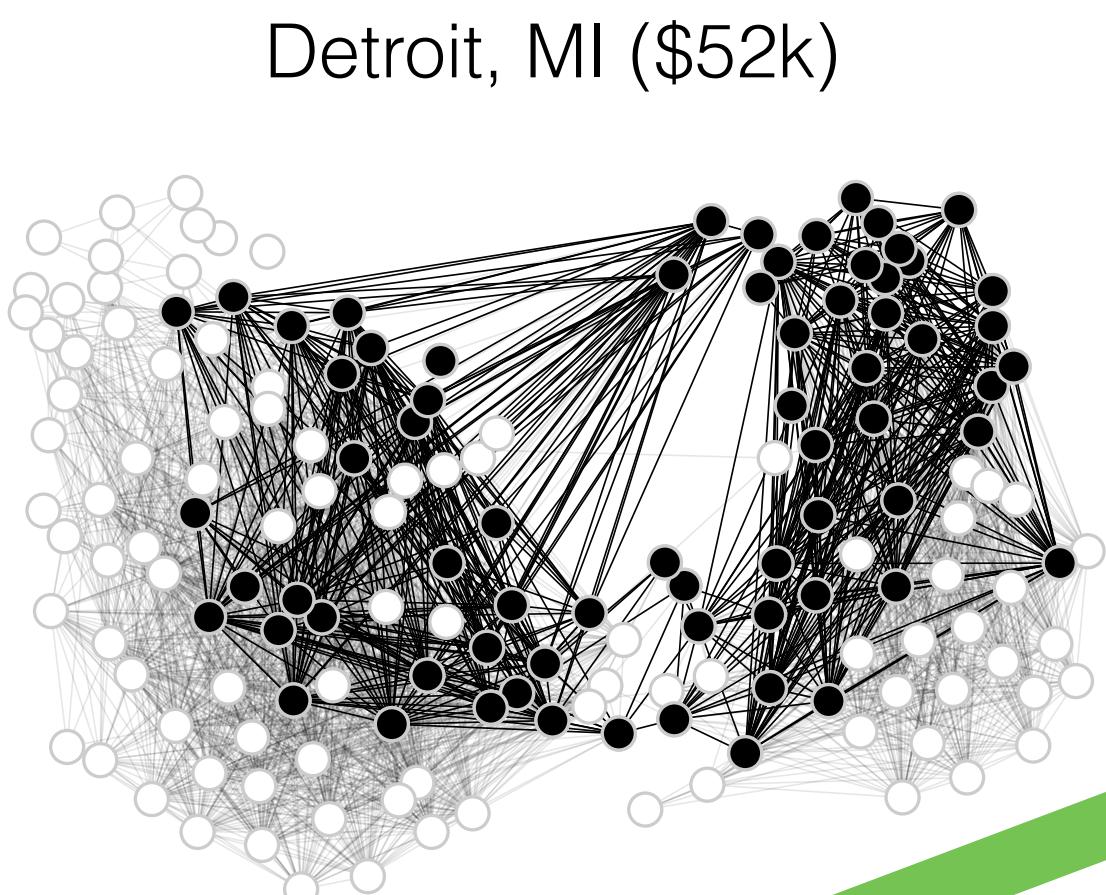
The complexity of skills and  
the future of work

Morgan R. Frank

# Skill polarization explains urban polarization



Yuma, AZ (\$41k)



Detroit, MI (\$52k)

New York, NY (\$67k)



Increasing median household income  
(also population)

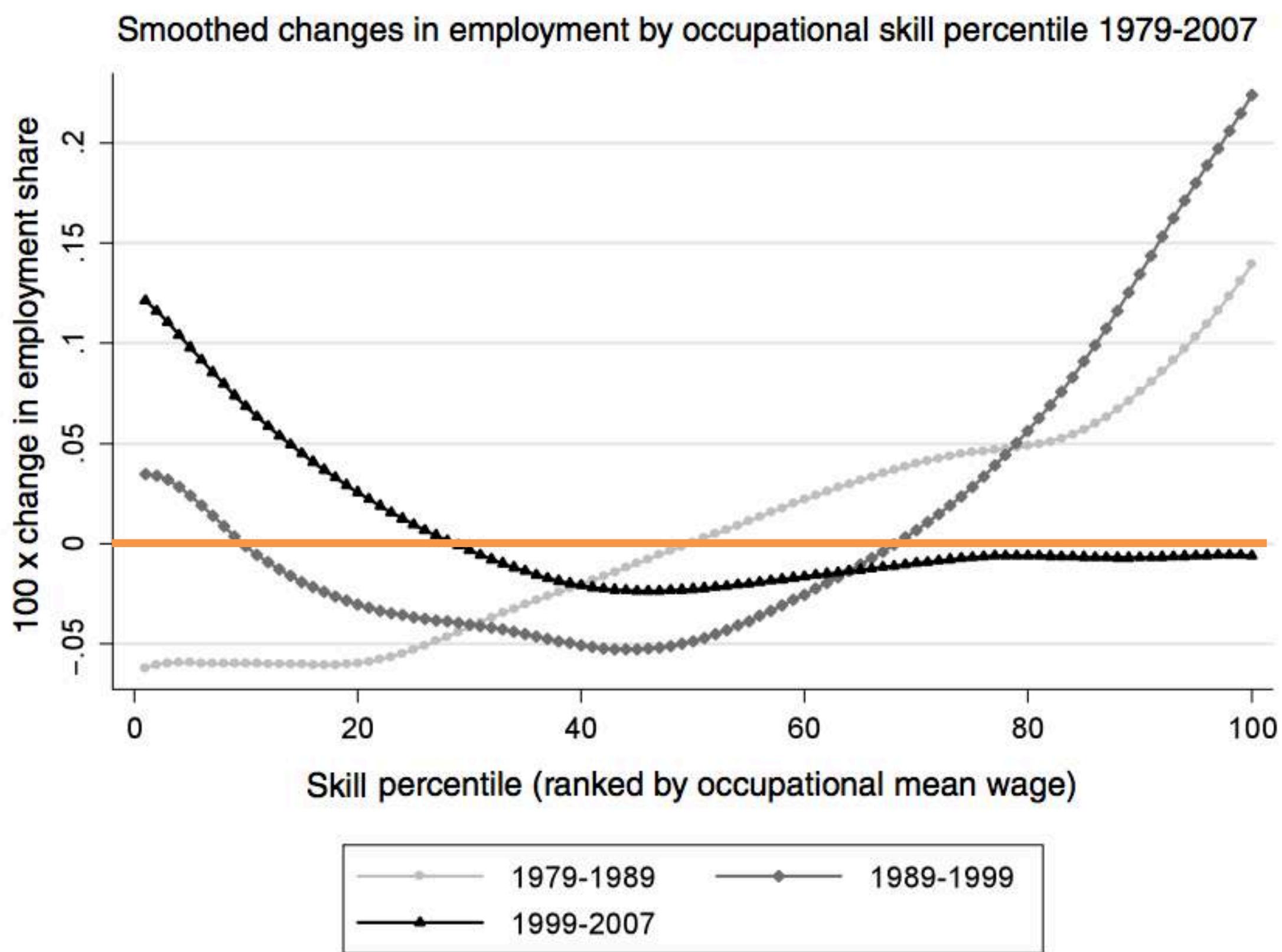
$$cognitive_j = \frac{\sum_{s \in C} onet(j, s)}{\sum_{s \in S} onet(j, s)}$$

Science Advances (2018)

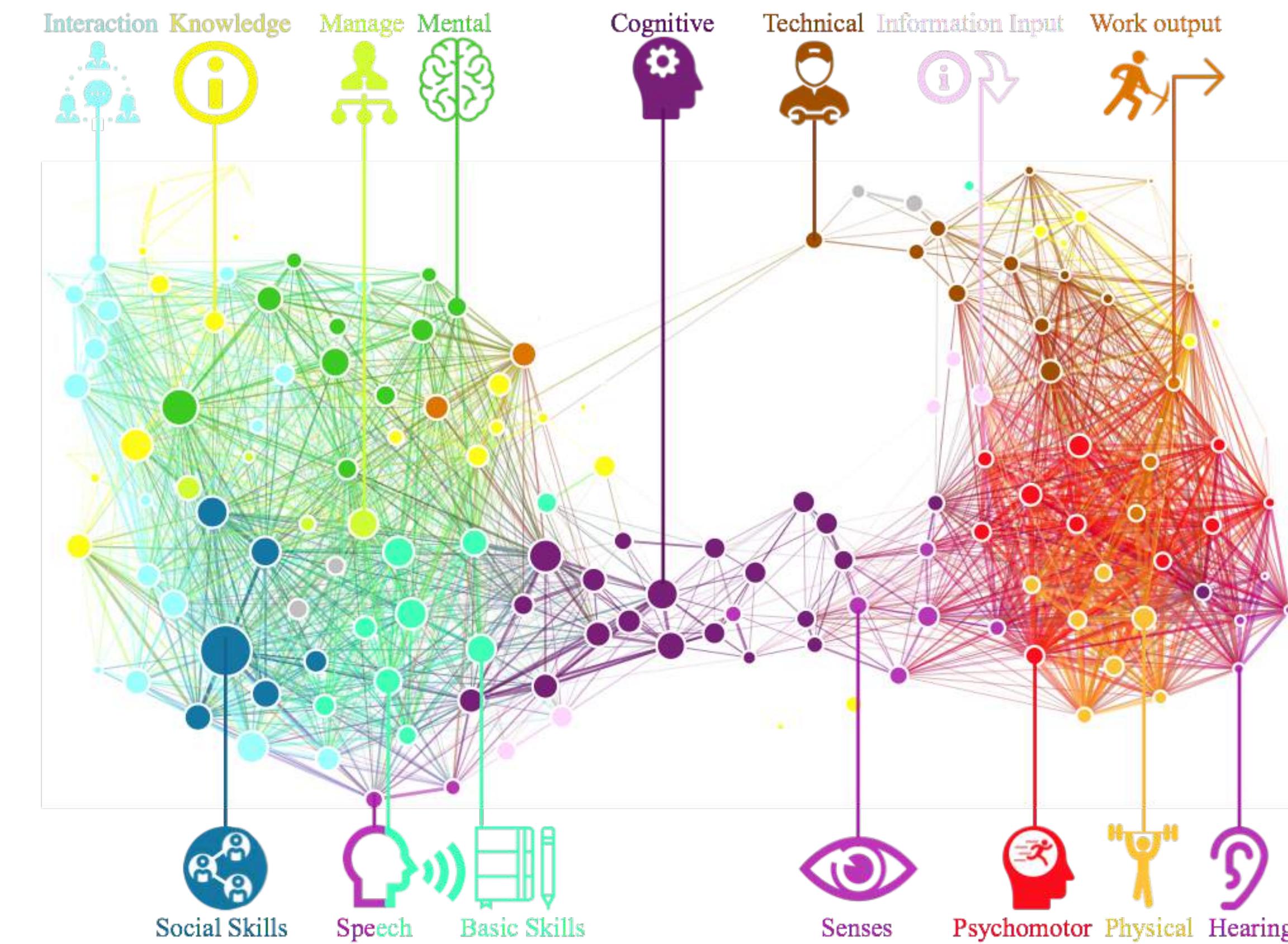
The complexity of skills and  
the future of work

Morgan R. Frank

# Explaining low- and high-skill employment



The “hollowing of the middle class”



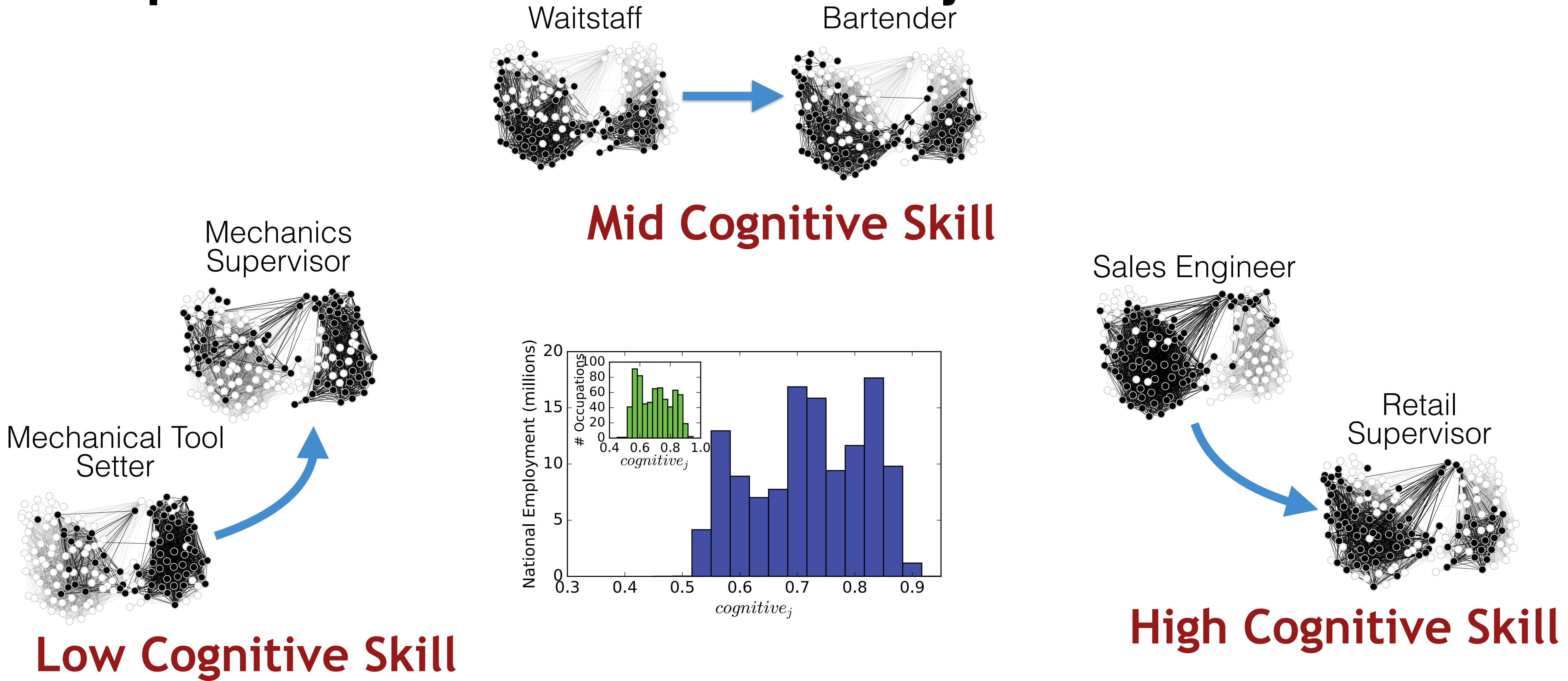
Science Advances (2018)

The complexity of skills and  
the future of work

Morgan R. Frank

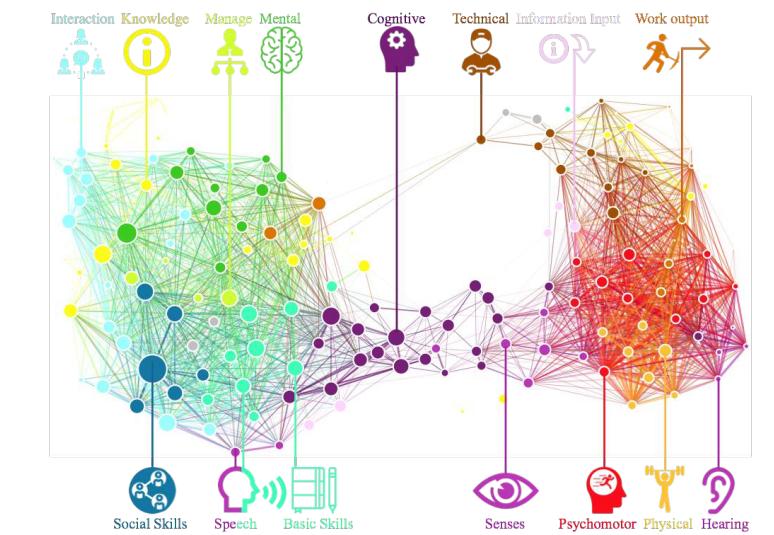
11

# Skill polarization and career mobility

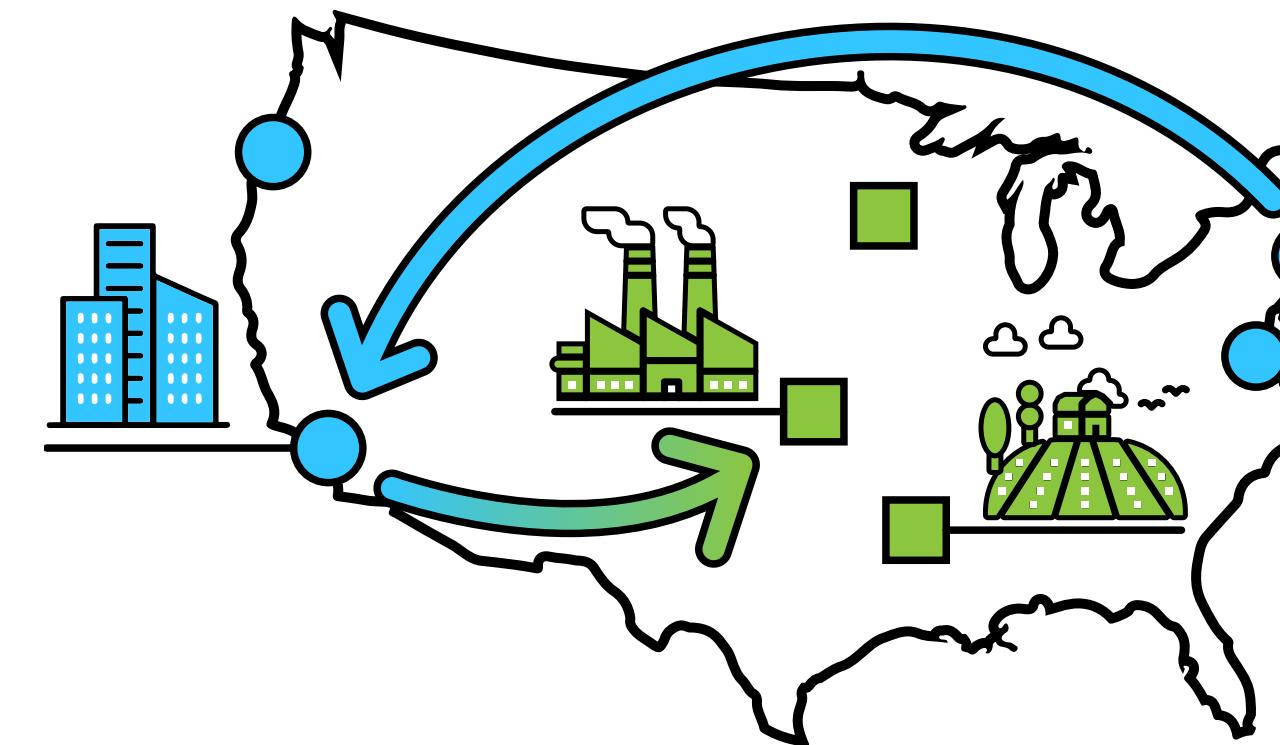


**Low Cognitive Skill**

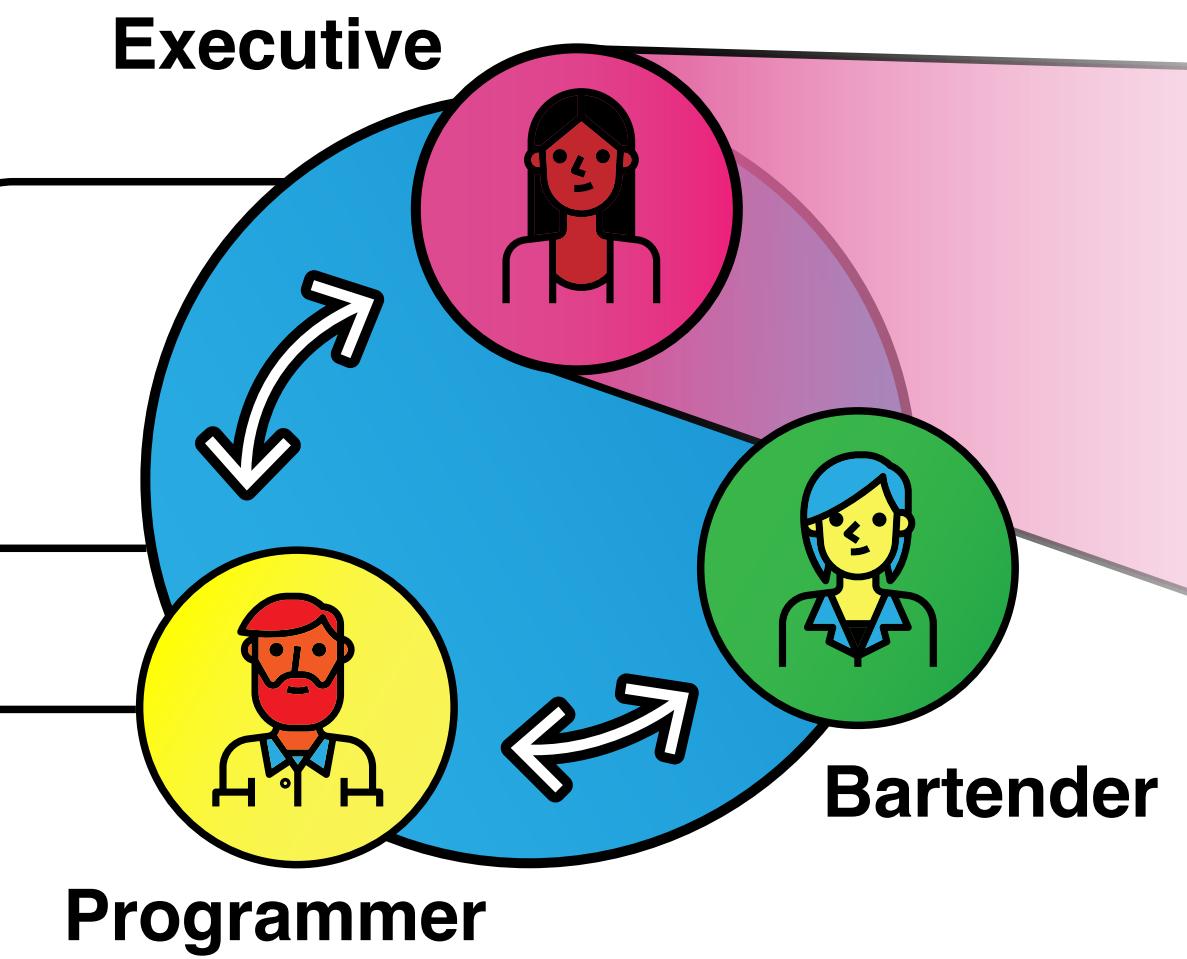
**High Cognitive Skill**



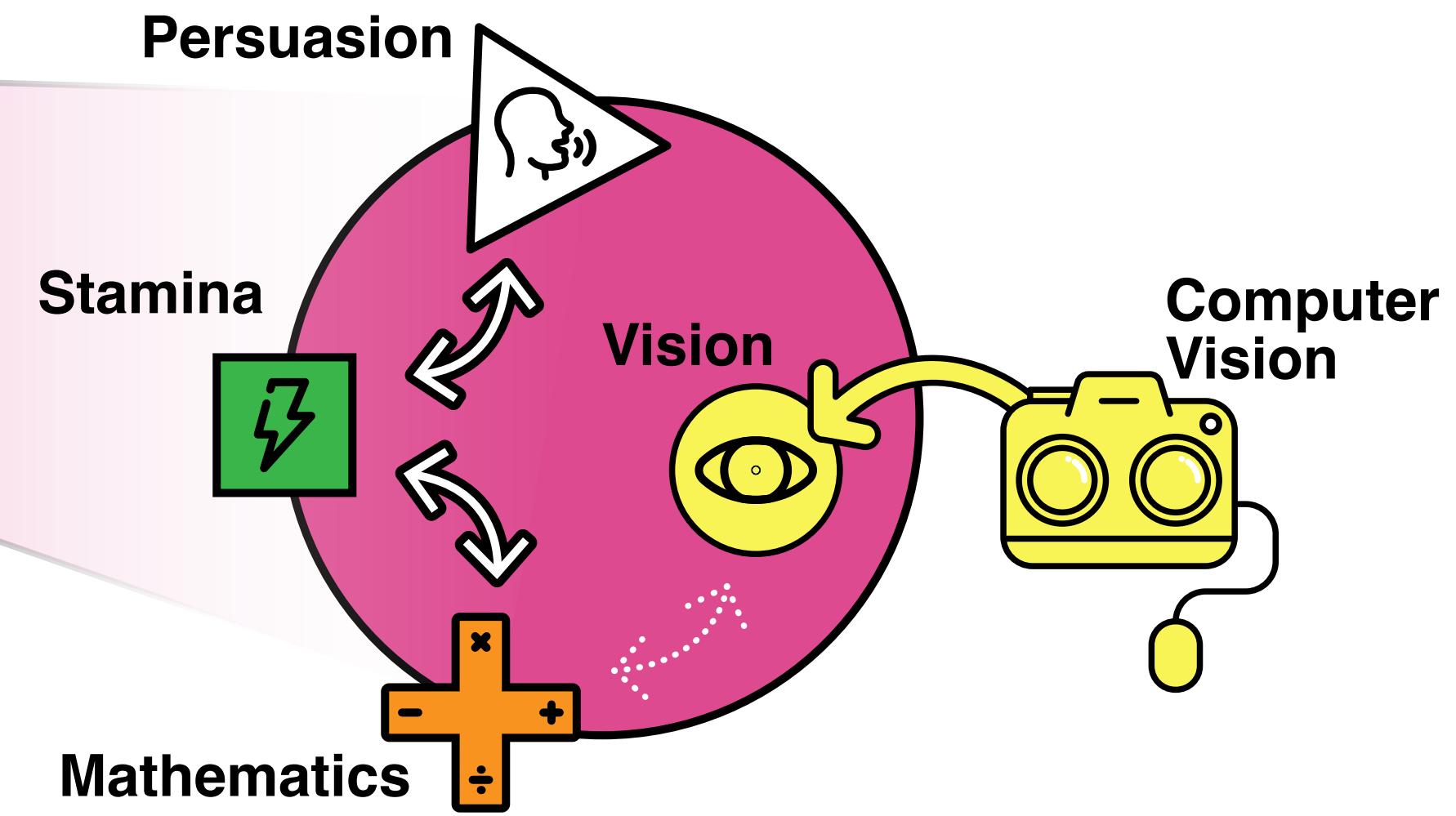
## Local Labor Markets



## Occupations & Employment



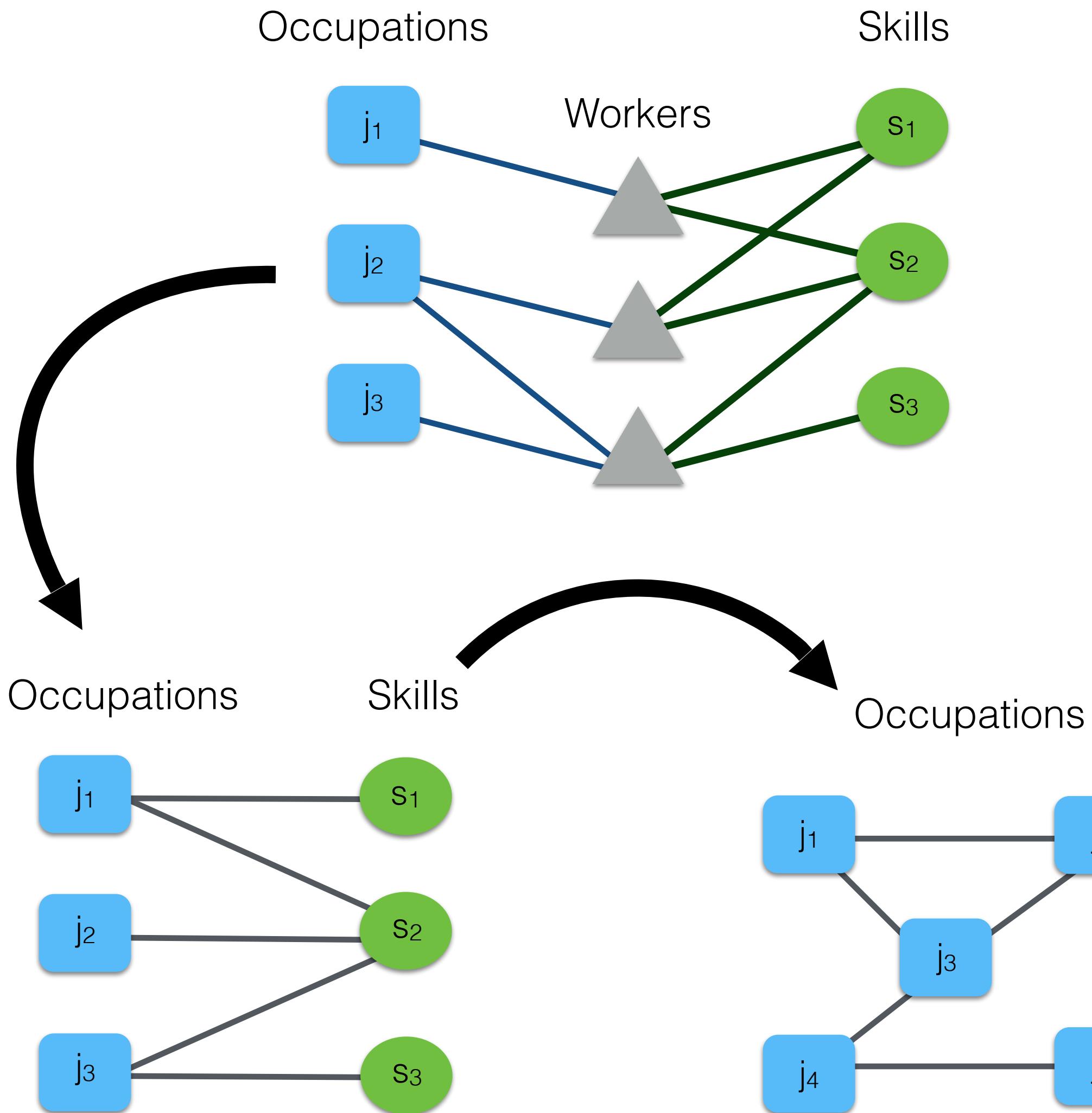
## Tasks & Skills



The complexity of skills and  
the future of work

Morgan R. Frank

# The structure of occupations



$$rca(j, s) = \frac{onet(j, s) / \sum_{s' \in S} onet(j, s')}{\sum_{j' \in J} onet(j', s) / \sum_{j' \in J, s' \in S} onet(j', s')}$$

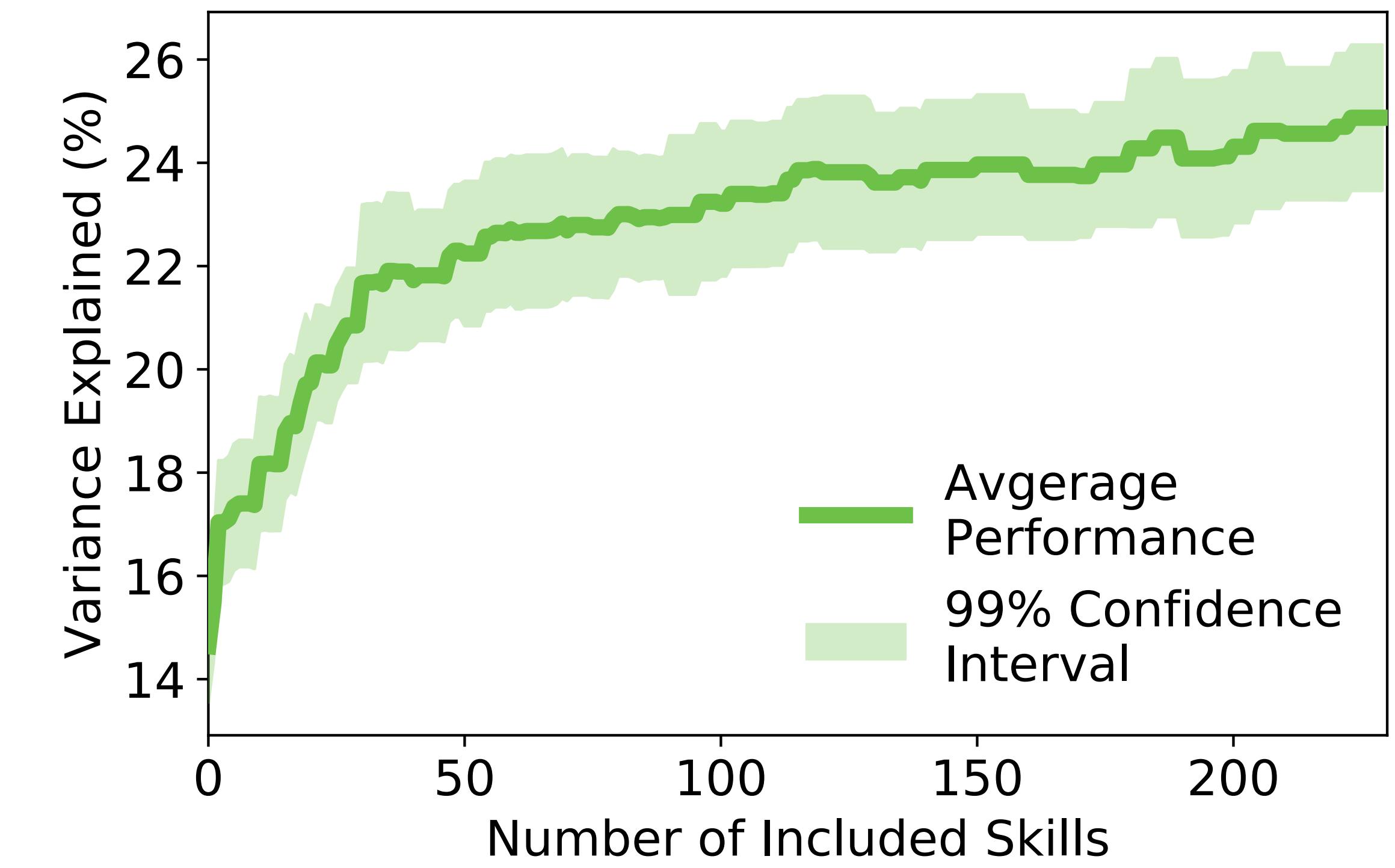
$$I(j, s) = \begin{cases} 1, & \text{if } rca(j, s) > 1 \\ 0, & \text{otherwise} \end{cases}$$

The complexity of skills and  
the future of work

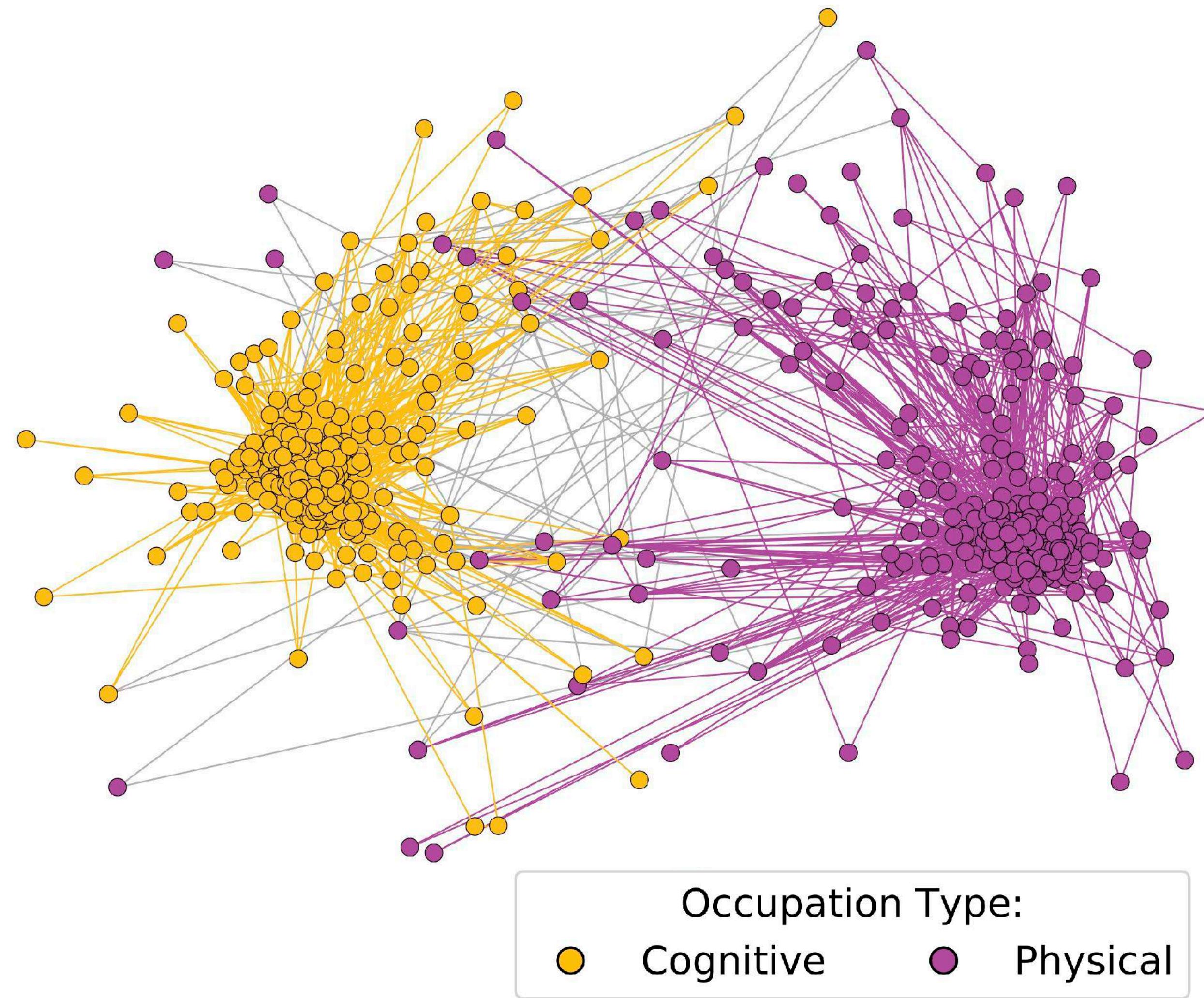
Morgan R. Frank

# Skill similarity predicts worker mobility

$$skillsim(j, j') = \frac{\sum_{s \in S} I(j, s) \cdot I(j', s)}{\sum_{s \in S} (I(j, s) + I(j', s) - I(j, s) \cdot I(j', s))}$$



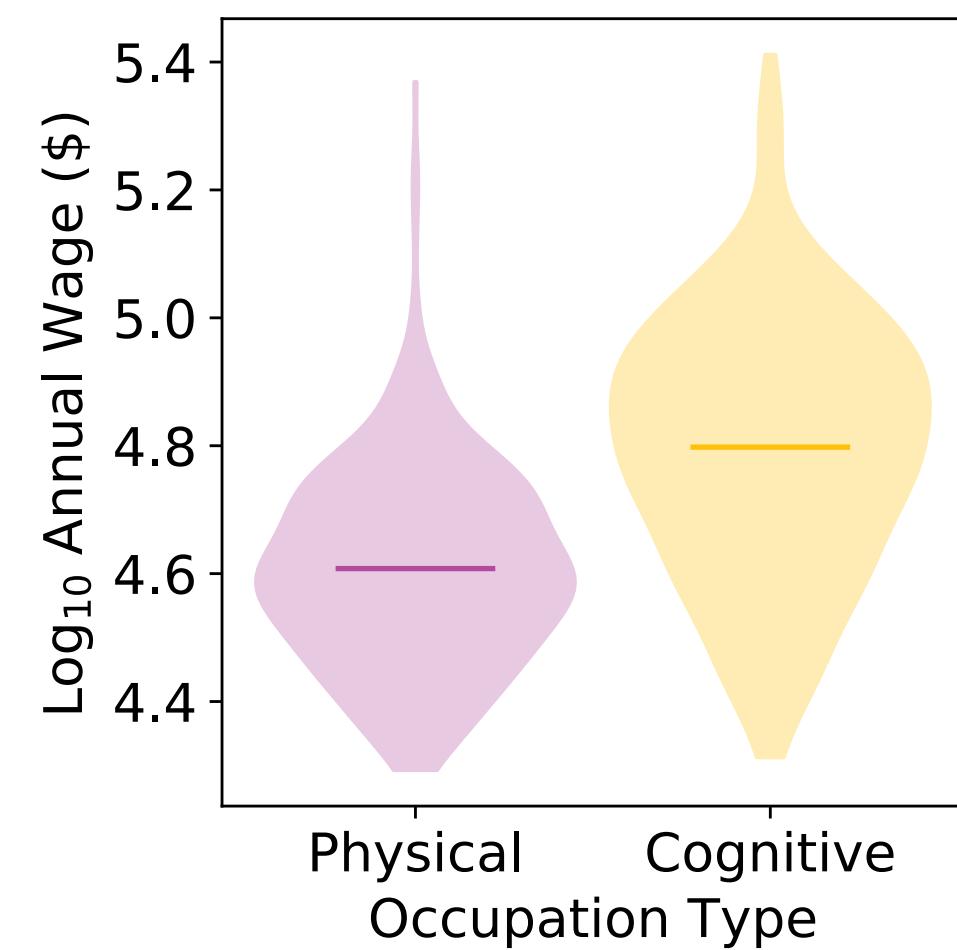
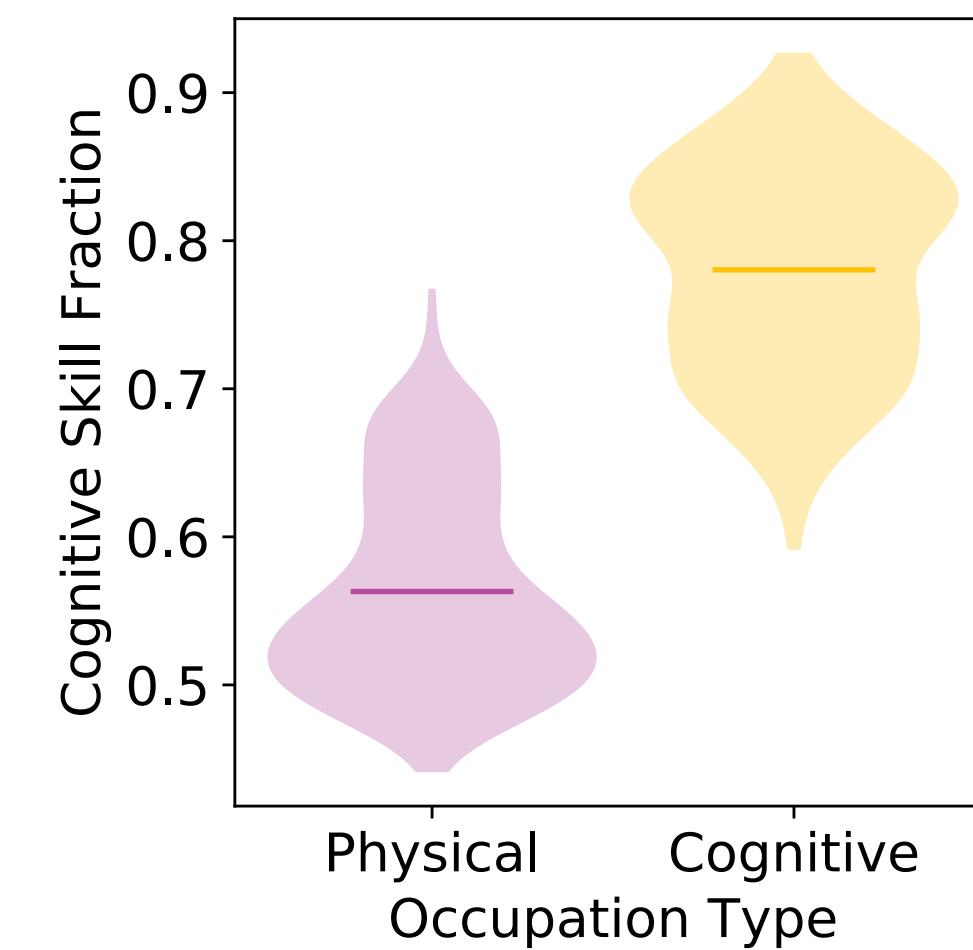
# The *polarized* structure of occupations

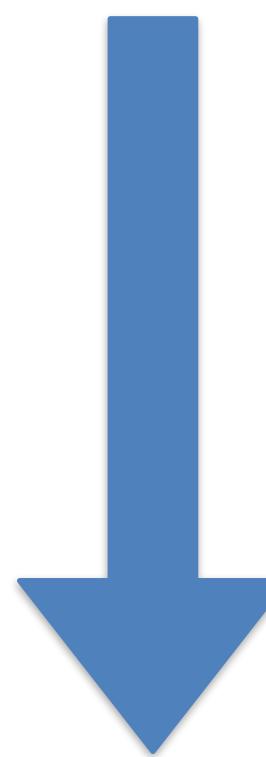


Example Job Titles:

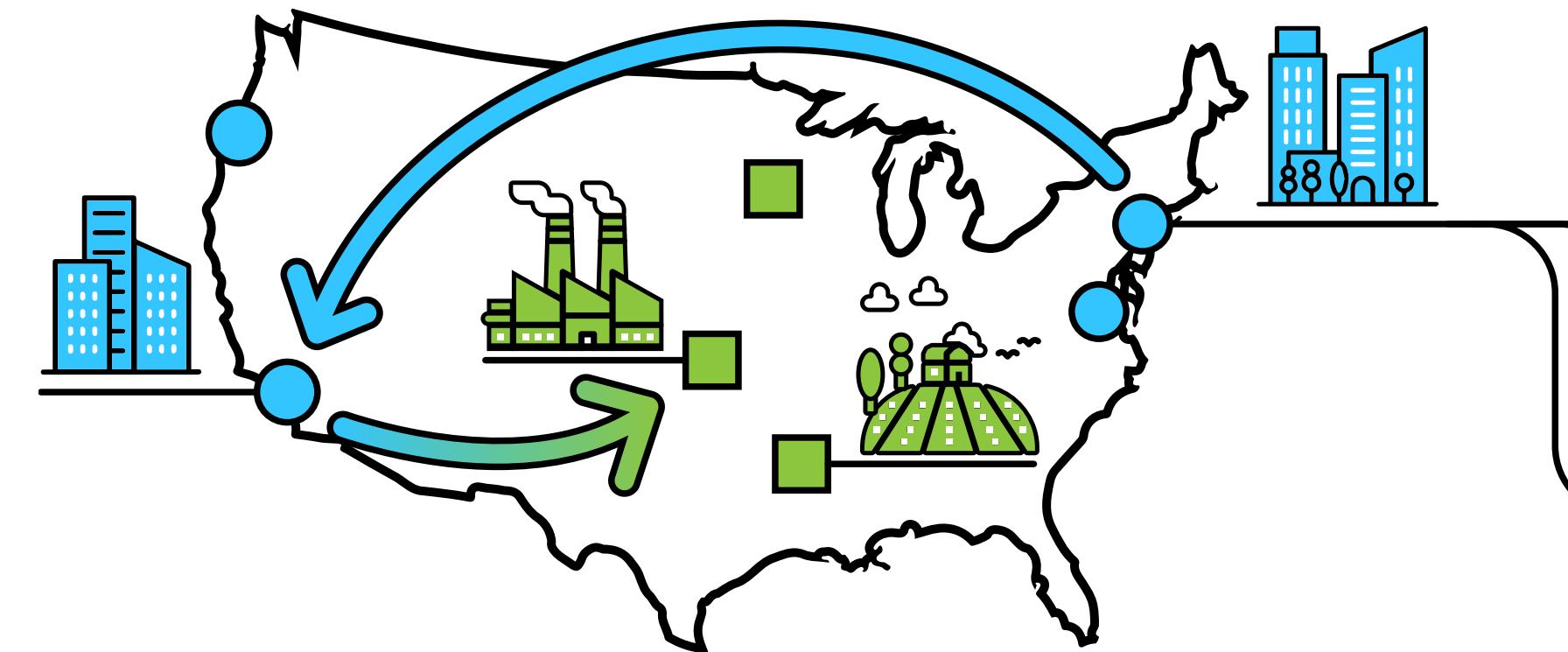
Lawyer
Mathematician
Software Developer
Surgeon
Microbiologist
Chief Executive
Statistician

Bus Driver
Bartender
Dancer
Cook
Carpenter
Car Mechanic
Security Guard
Janitor

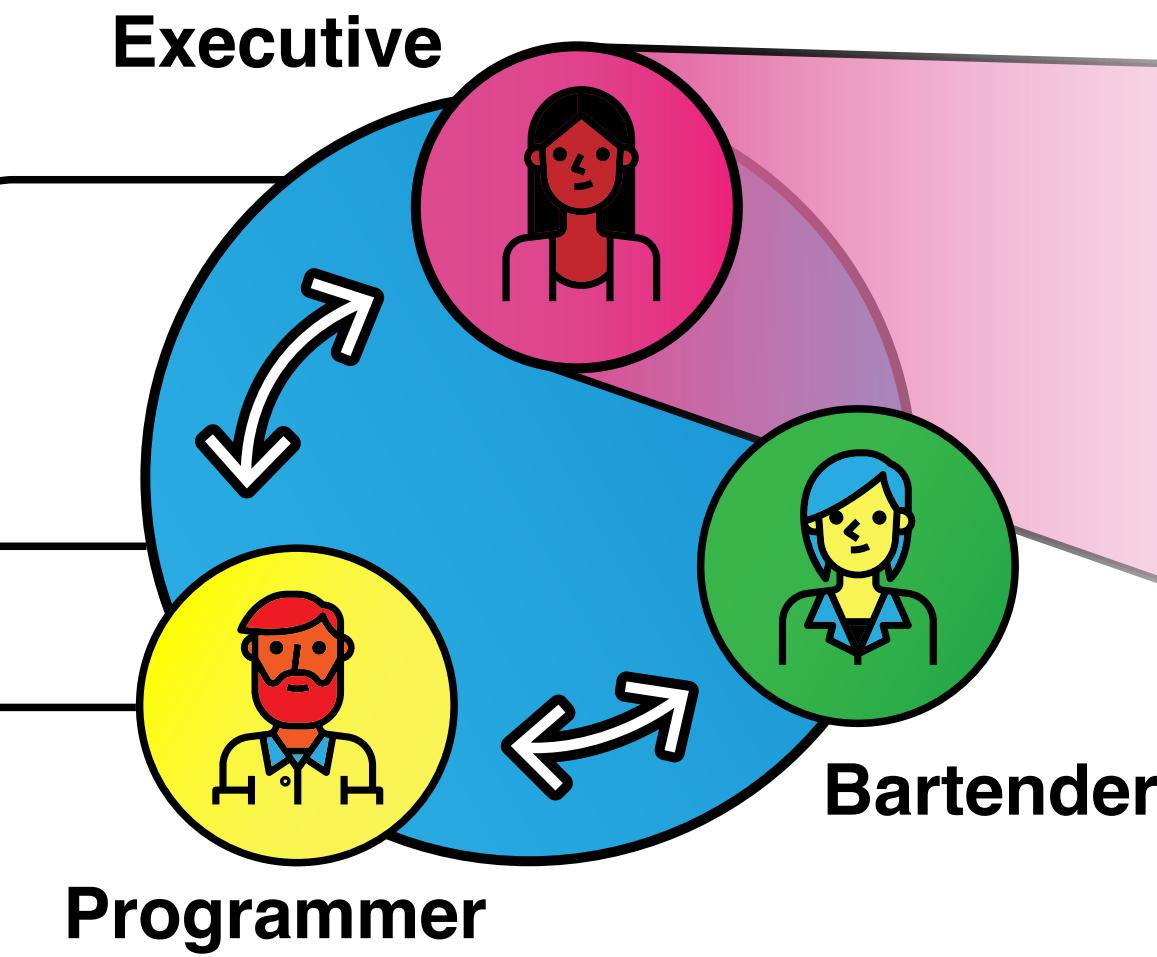




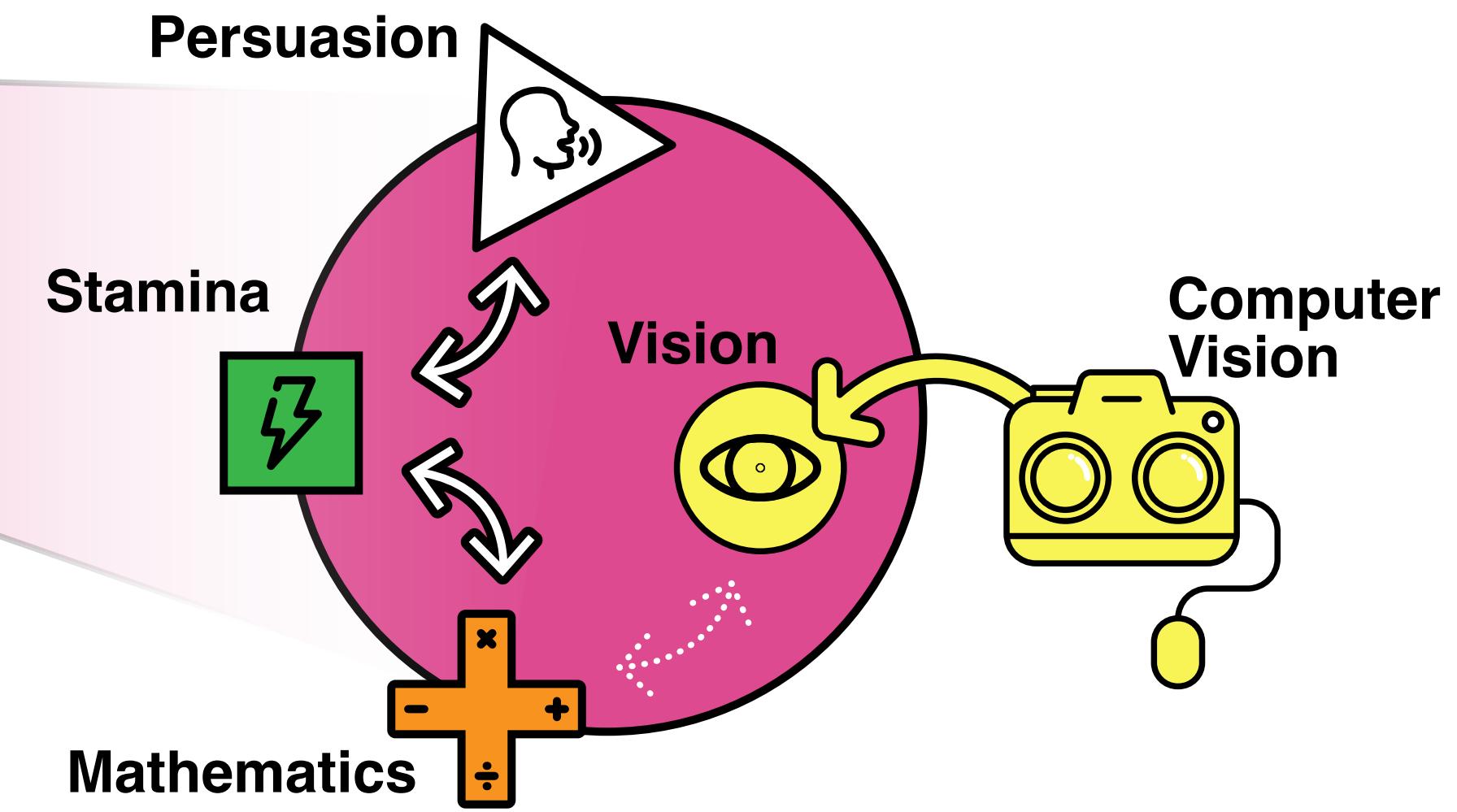
## Local Labor Markets



## Occupations & Employment



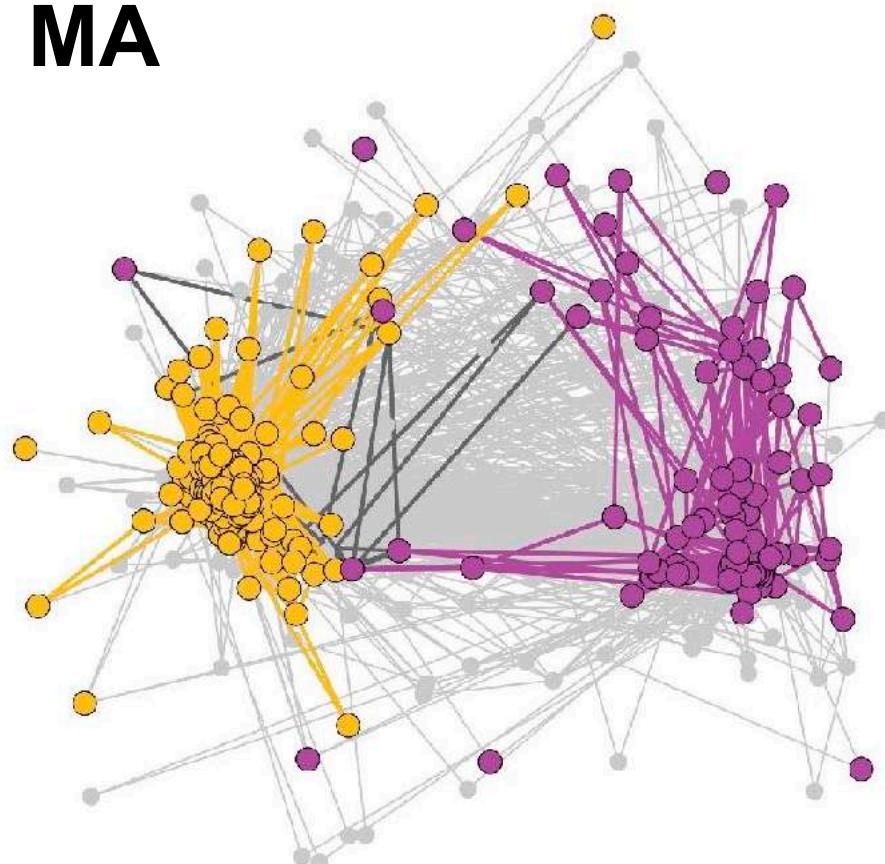
## Tasks & Skills



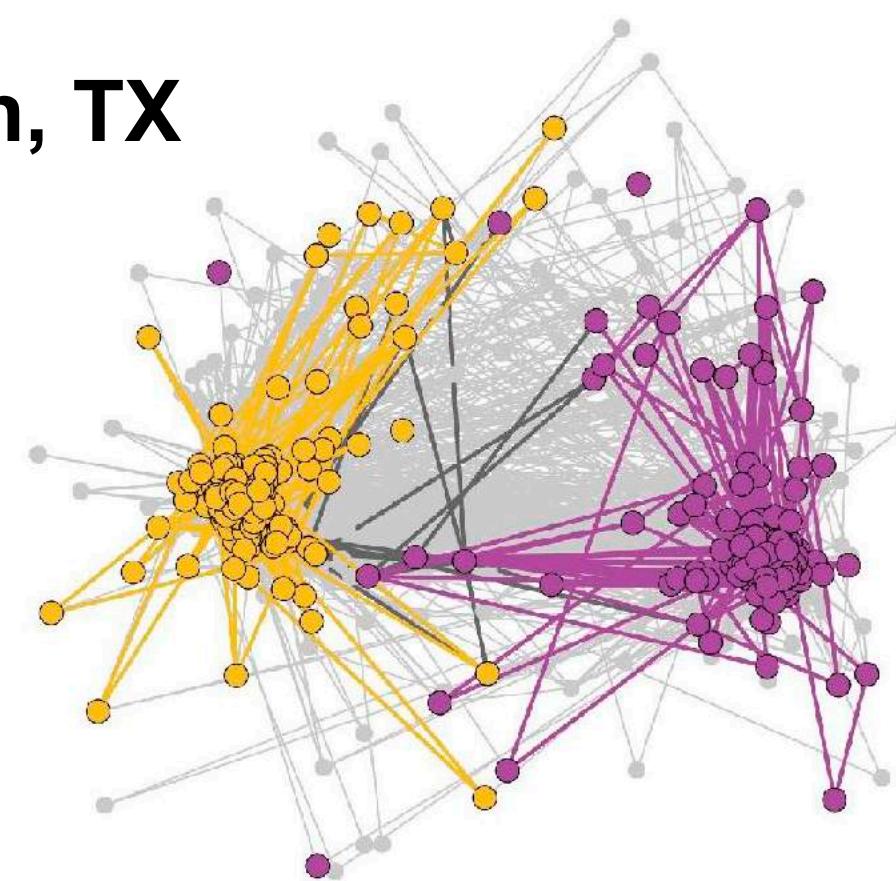
Frank et al., PNAS (2019)

# Projecting cities onto the job network

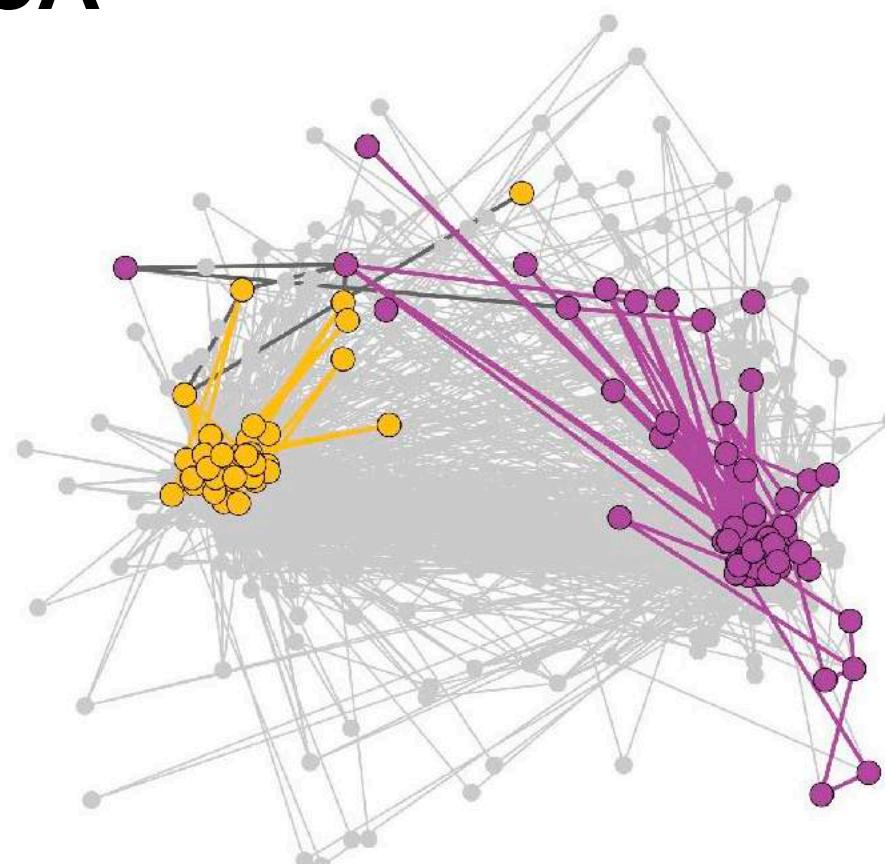
Boston, MA  
(N=311)



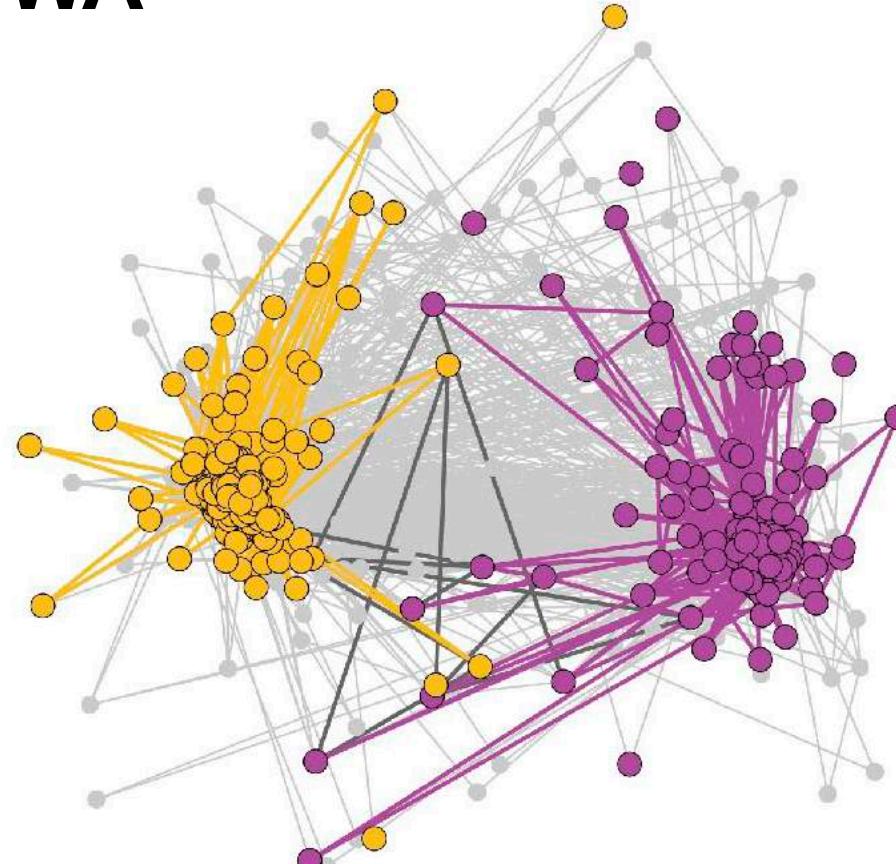
Houston, TX  
(N=317)



Madera, CA  
(N=103)

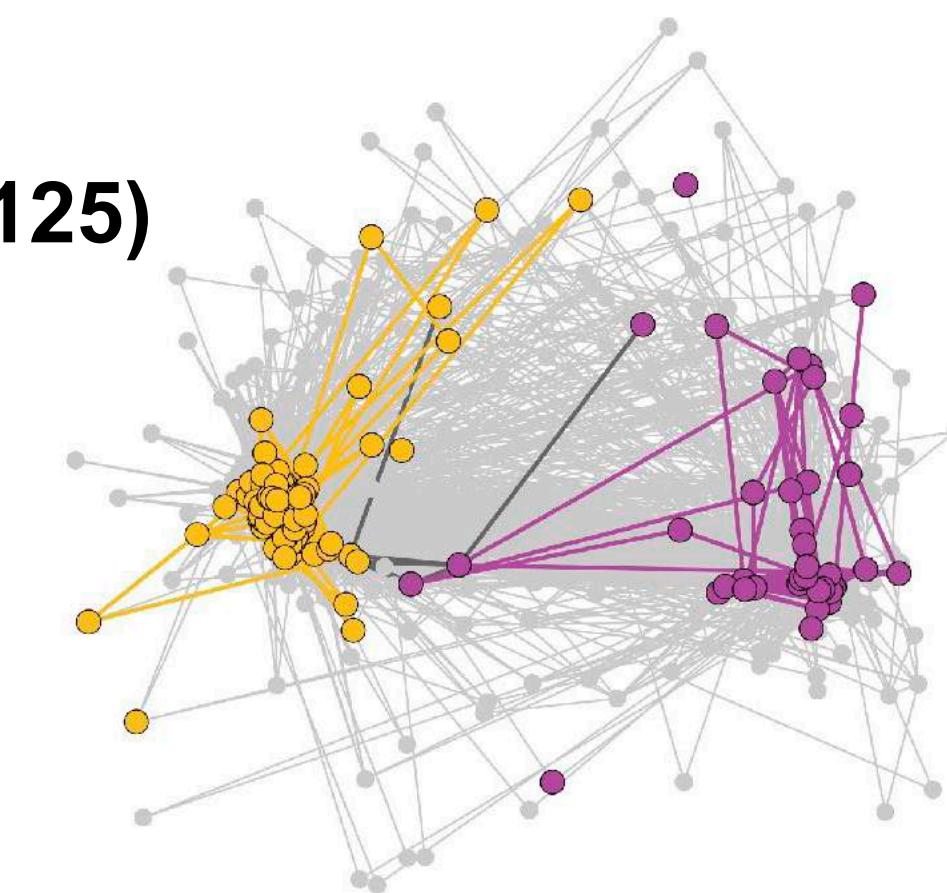


Seattle, WA  
(N=330)

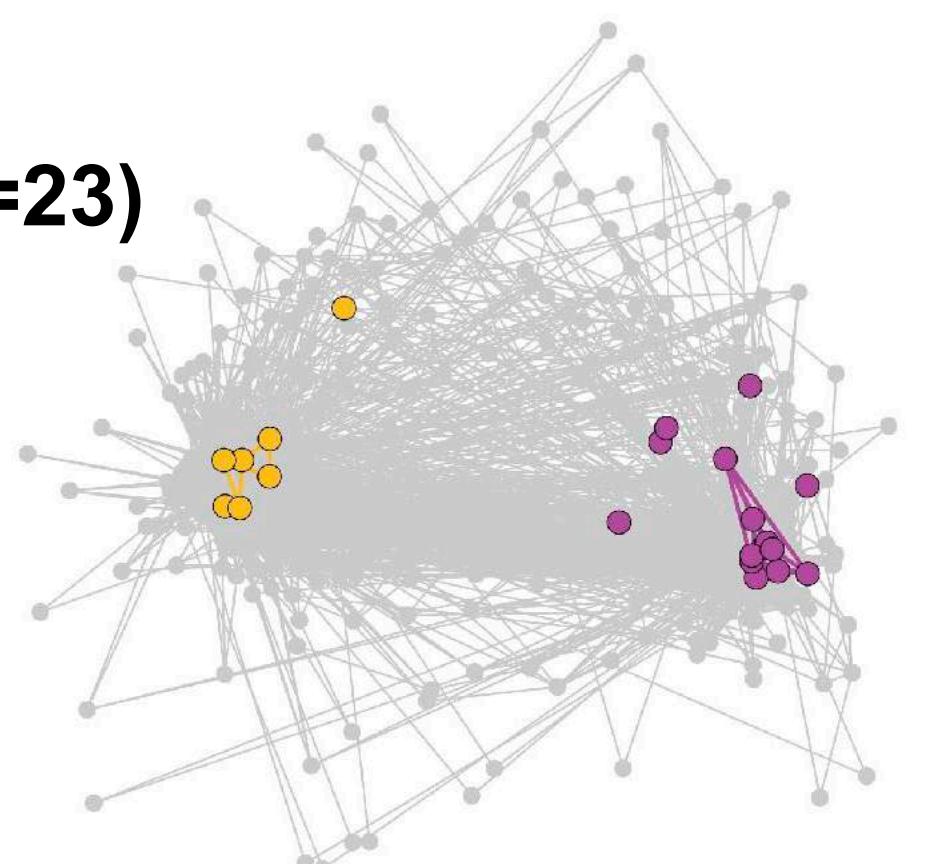


Overlap Network

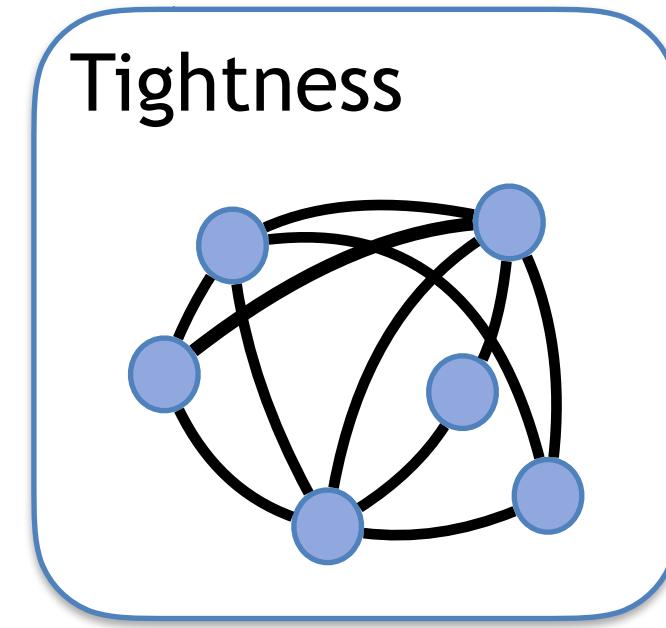
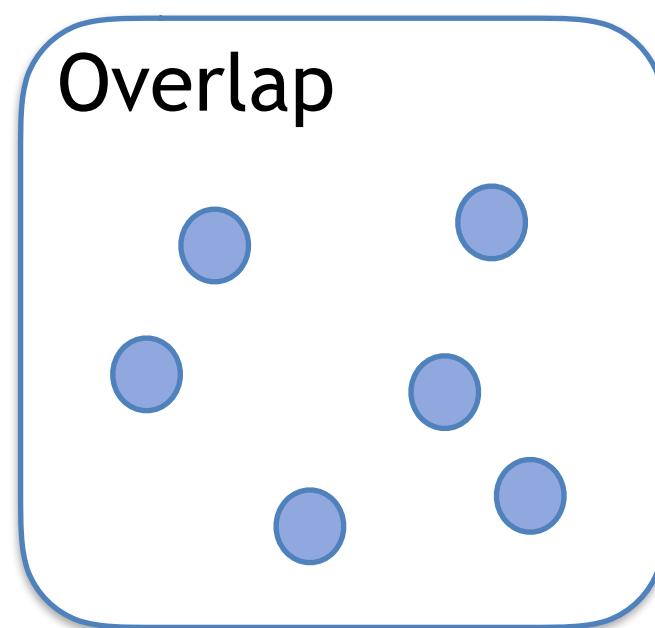
(N=125)



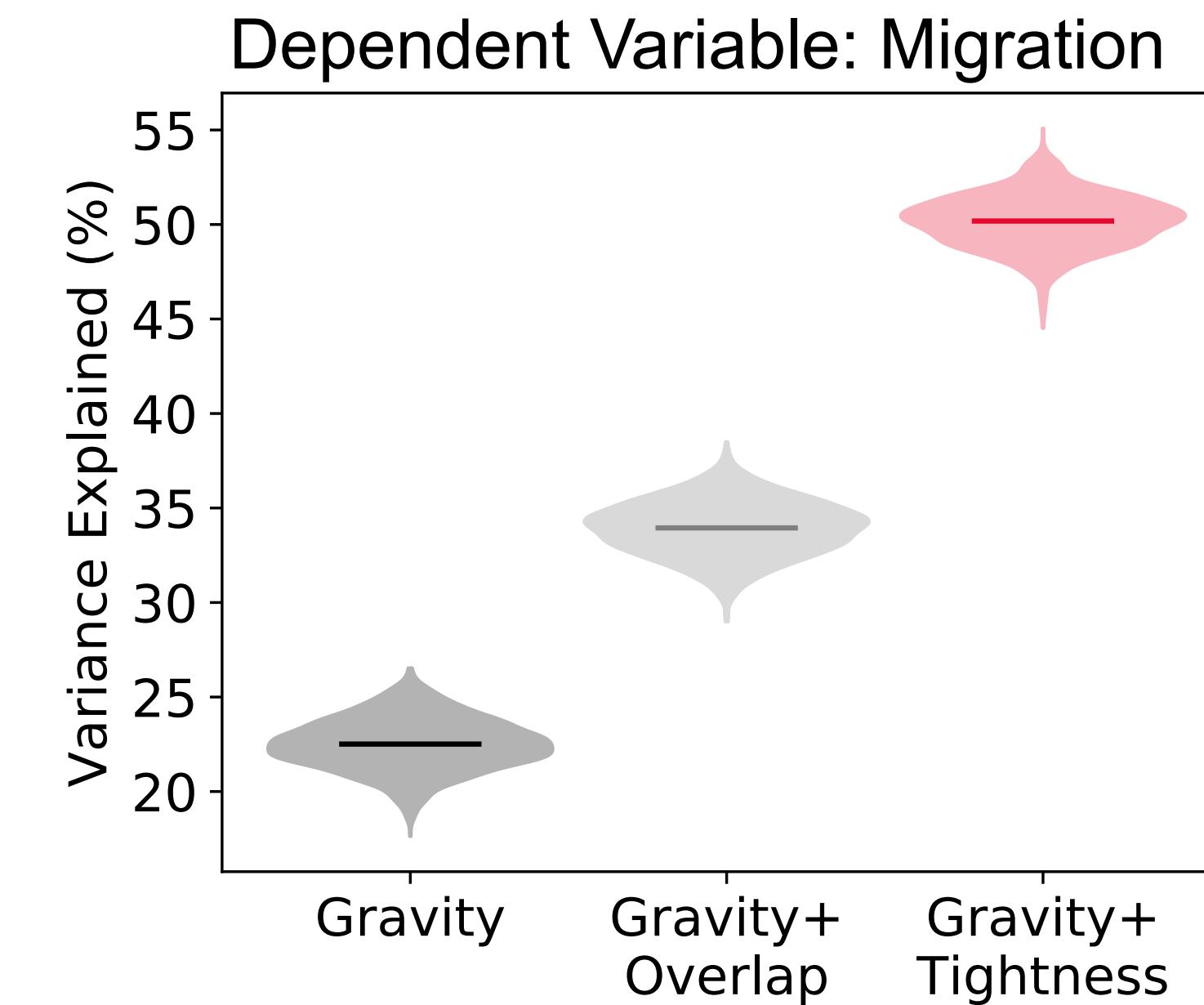
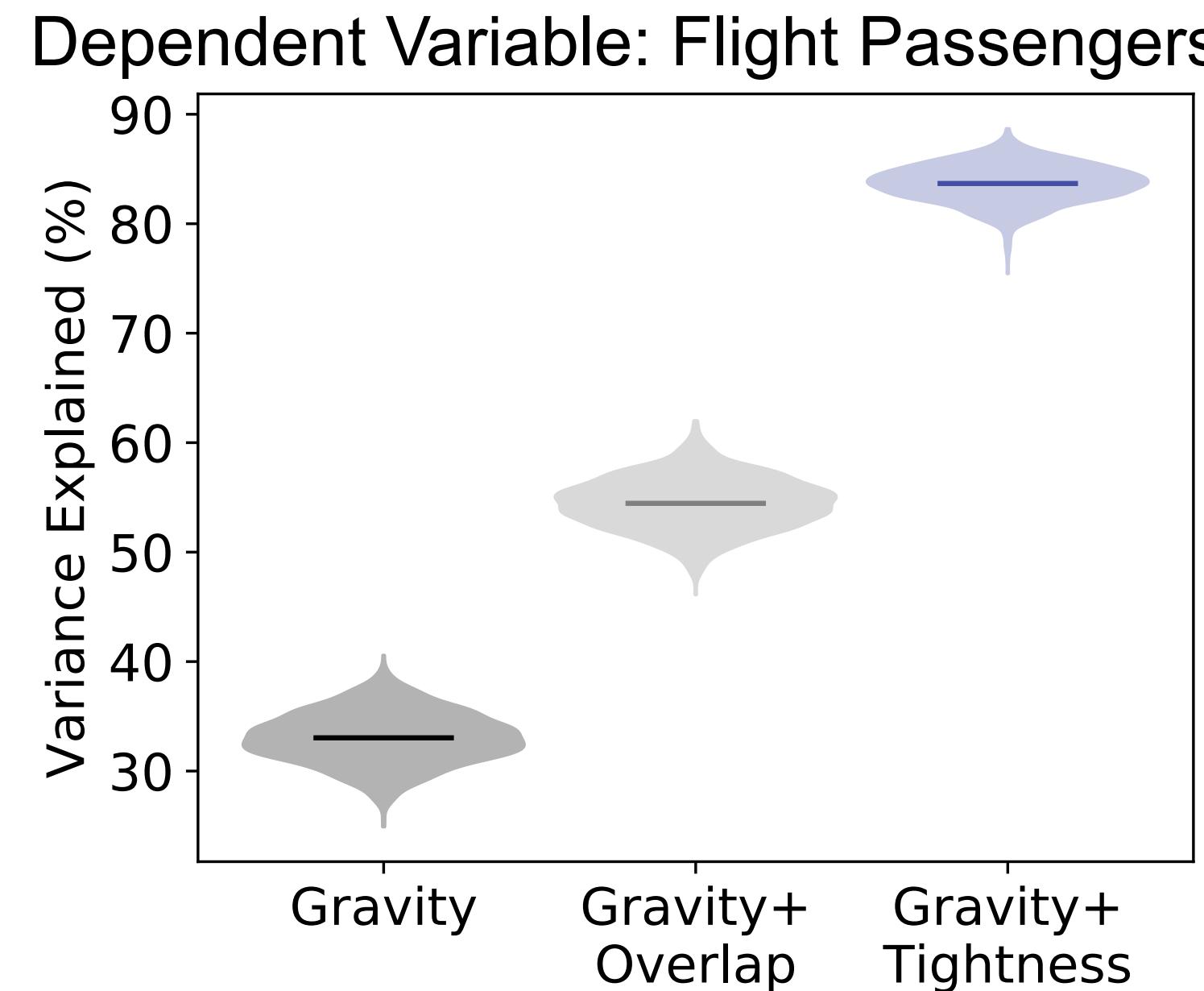
(N=23)



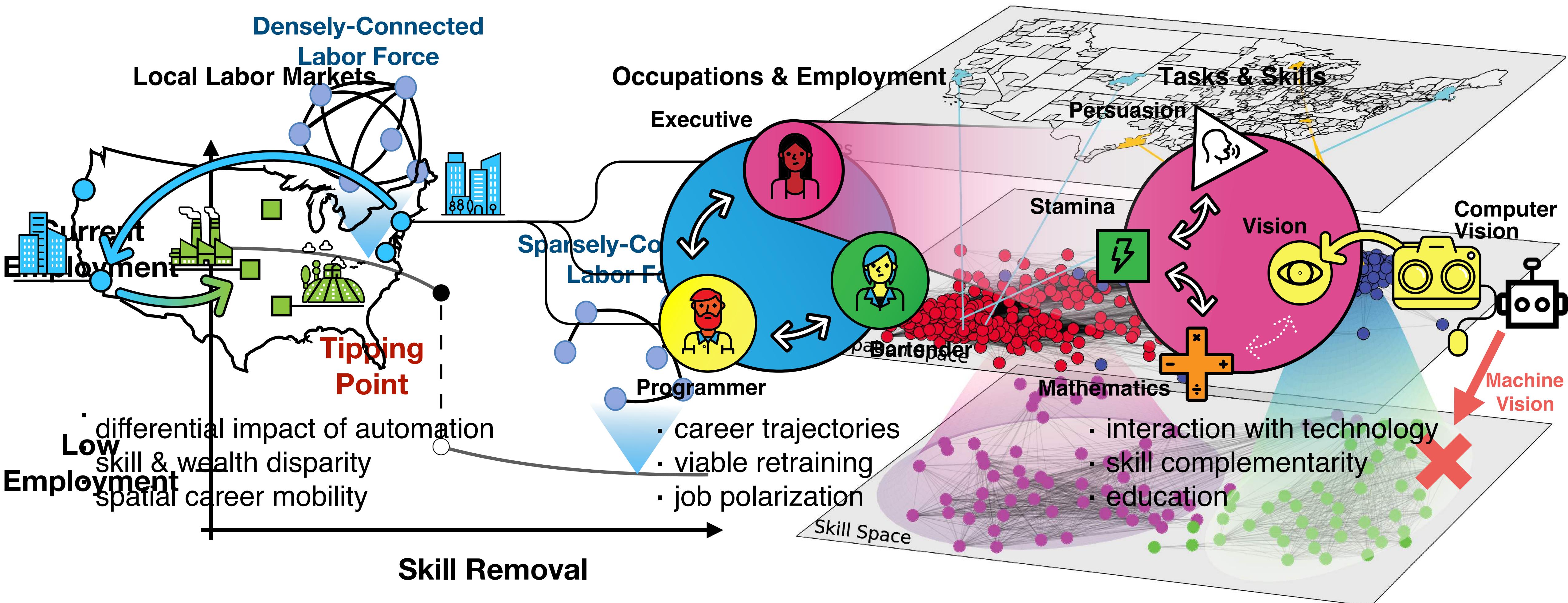
# Skills determine spatial mobility



$$tightness(c, c') = \sum_{j, j' \in J^2} \frac{skillsim(j, j') \cdot (I(c, j) + I(c', j))}{2 \cdot \sum_{i, i' \in J^2} skillsim(i, i')}$$



# Structural economic resilience



## A Input

REGIONAL / URBAN LABOR DEPENDENCIES

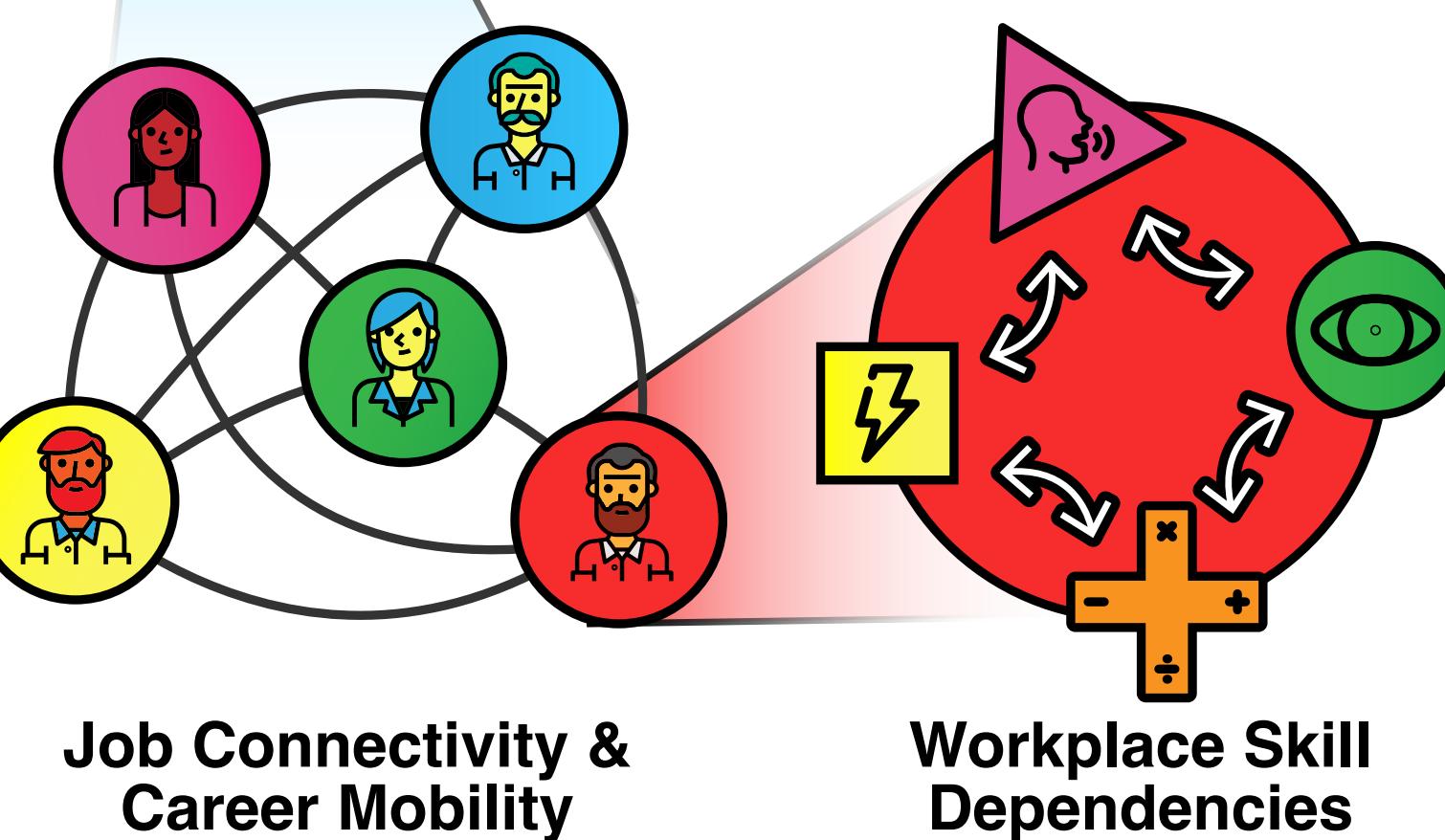
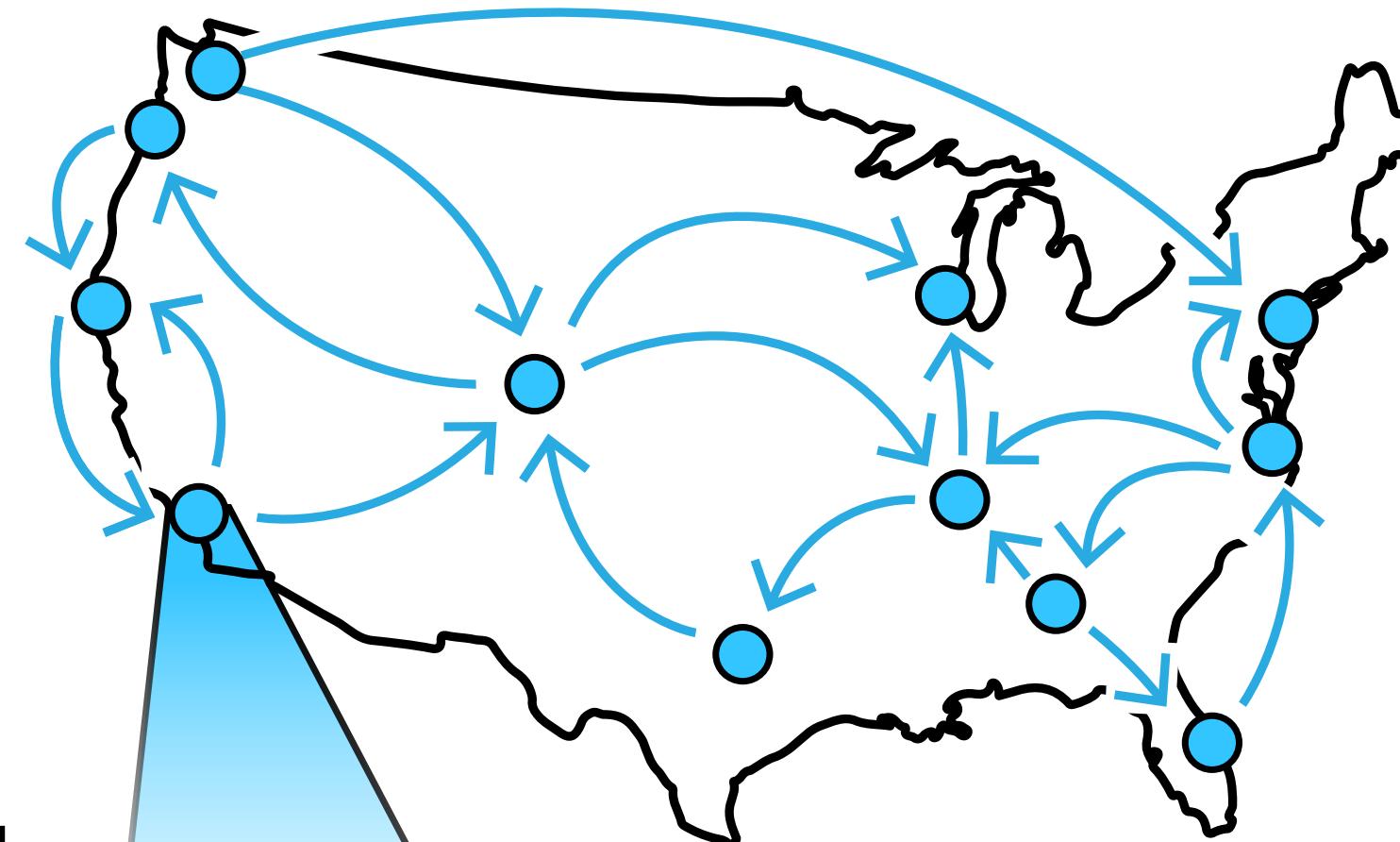
- employment distribution
- location-specific career data
- longitudinal employment trends

## B DATA ASSIMILATION

MEASURING SKILL DEMAND

- structured representative survey (e.g. per job title, O\*NET)
- microscopic skill perturbations (e.g. patent data)
- unstructured real-time skills data (e.g. per worker or employer, online job postings and resumes)

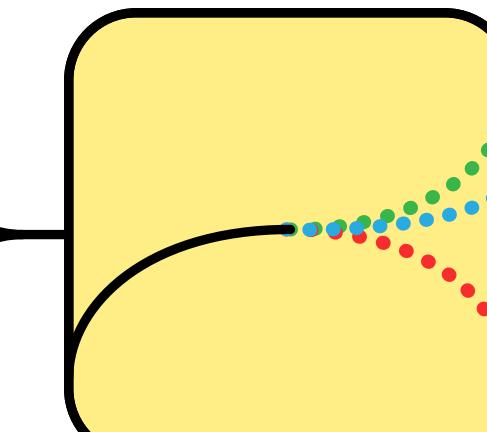
## C INTER-CITY MODELING



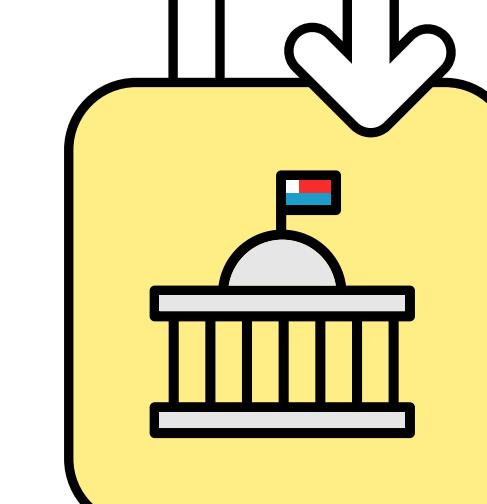
## D INTER-CITY MODELING

## D Output

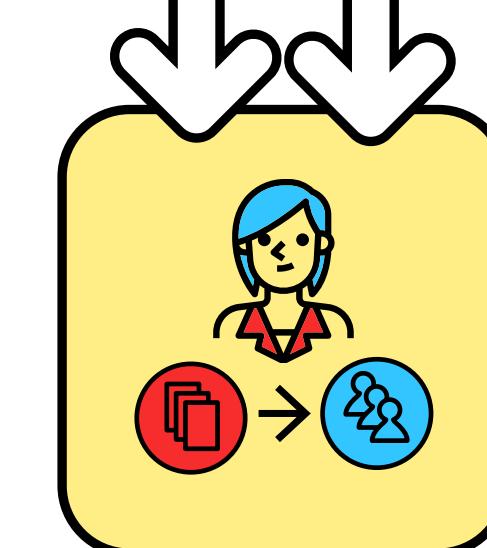
Forecast Employment Trends



Policy Insight



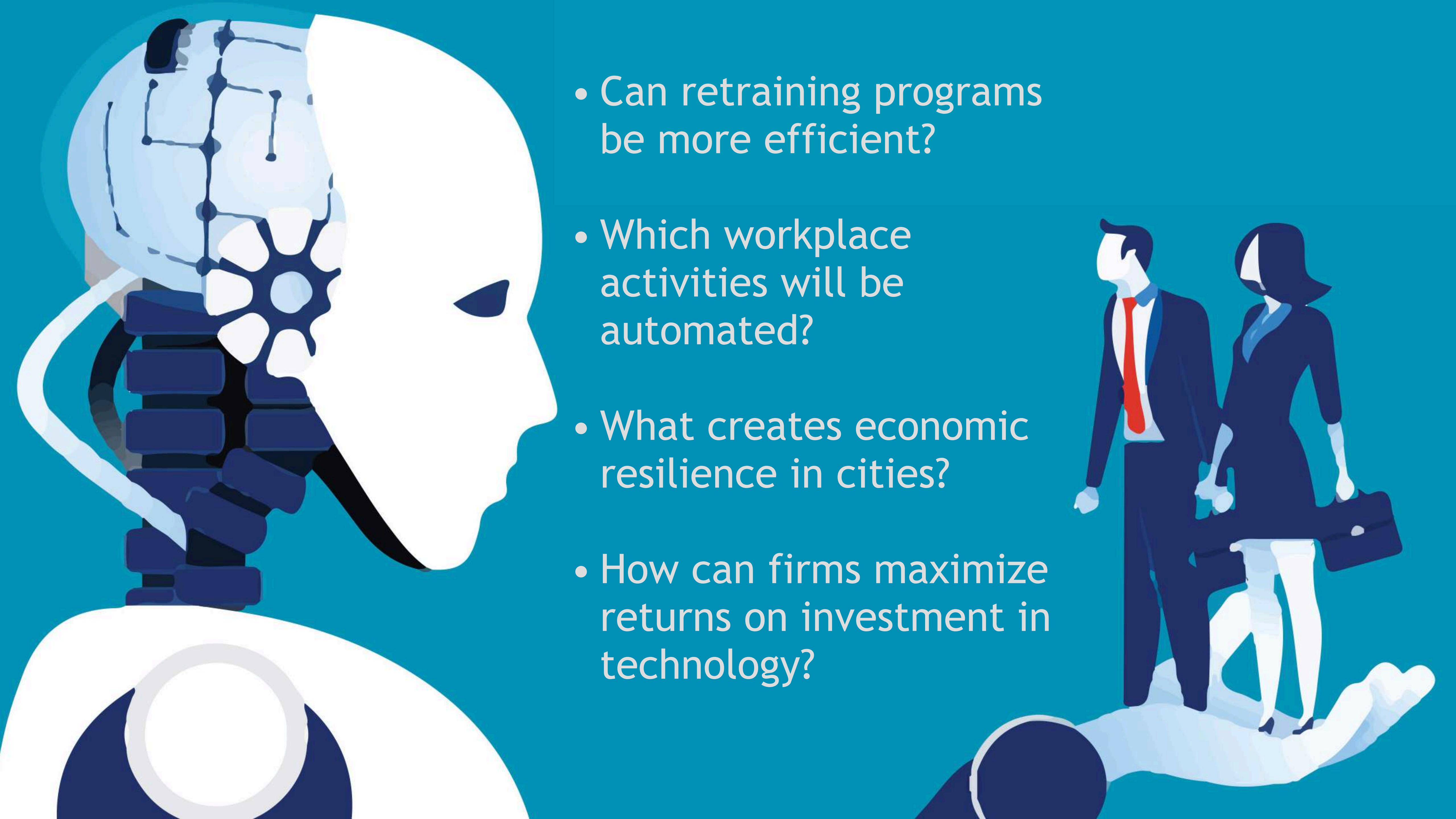
Worker-Career Insight



Frank et al., PNAS (2019)

The complexity of skills and  
the future of work

Morgan R. Frank

- 
- Can retraining programs be more efficient?
  - Which workplace activities will be automated?
  - What creates economic resilience in cities?
  - How can firms maximize returns on investment in technology?